



Final Budget 2012/13-2014/15
Medium Term Review

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PART 1- ANNUAL BUDGET

1.1 Mayor's Report

BLOUBERG MUNICIPALITY



Delivered by :
The Honourable Mayor, Cllr Serite Sekgoloane
at Wegdraai on the 31st May 2012

“ Zooming Into The Future... The Journey Continues ”

PROTOCOL BACKGROUND

Madam Speaker

Magoshi

Chief Whip of the Council and Whips

Representative of the Office of the Auditor General of South Africa

Chairperson of our Audit Committee

Chairperson of the Municipal Public Accounts Committee

Members of the Executive Committee

Fellow Councillors

Representatives of political parties and civic organizations

Members of the Ward Committees and Community Development Workers

Municipal Manager and Senior Managers

Officials from other organs of state and sister municipalities

Our business partners, with special acknowledgement of Venetia Diamond Mine; MTN and Peace Foundation

The Media fraternity

Distinguished Guests

Ladies and Gentlemen

We have come a long way, and a long way still lies ahead

Our vision, mission and strategies are aligned to the priorities of the national and provincial spheres of government, chiefly

the National Development Plan. The National Development Plan is a product of a diagnostic report compiled by the National Planning Commission to provide a vision and plan for 2030. It charts a 20 year path towards achieving the overarching vision embedded in the Constitution that South Africa belongs to all who live in it. It breaks the five-year electoral cycle to allow for long term planning.

The plan paves the way for:

- The mobilization of society around a commonly agreed set of long term goals
- Greater coherence in government's work between departments which can only be achieved if there is common understanding of long term objectives
- The development of broad consensus to encourage business and society to think about the long term.

This will provide a basis for making trade-offs and prioritizing major decisions
Madam Speaker, we are on the right track and in line with the National Development Plan. Last year, and years before then, we came before this august house to propose projects and service delivery interventions

that would change the face of our Municipality and the lives of our people;

As a result, just less than 10km from here there is a first ever sports complex that we dreamed of, appropriated funds for and built;

Within the same radius and direction we have new state of the art municipal satellite offices;

Just two kilometers from here we built and switched on an electrification project, the Slaaphoek Extension.

We have only mentioned a few projects that we built and officially opened subsequent to our last budget speech; just to

save this Council and audience the pain of going through our long list of achievements in the eleven years of the existence of this poor Municipality;

Indeed, we have been hard at work in the last twelve months.

These and many other visible improvements across the length and breadth of our Municipality are but the result of this Council's vision and hard work

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Looking further back in years we see how the vision and perseverance of ourselves and those who came before us have in real terms changed the lives of our people.

Vision

Indeed "a journey of a thousand miles begin with a single step," (Lao Tzu). We believe this single first step, and every other subsequent steps, is as important as the last step into the 1000th mile. What we are presenting to this Council today is one of those critical steps in the journey towards building ideal communities.

Electricity

In terms of the Millennium Development Goals all households must have access to electricity by 2012. We are proud, Madam Speaker, to report that all our villages, save for one Hananwa Village, have now been electrified;

The Hananwa disjuncture is receiving our serious attention.

We have since terminated the services of the contractor appointed on the project because we have become allergic to all sorts of excuses that may result in service delivery delays.

We are proud to report that the Vienna Electrification impasse of over three years has finally been resolved.

On the 20th of April we switched on this project to the heartening delight of our people, whose patience should be commended once more.

Re leboga boetapele bja Ntona Letsoalo le baetapele ba bangwe ba motse wa Vienna.

In the last few months we energized electrification projects at Pax; Puraspan; and Witten Extensions. These are massive multi-million basic service delivery projects.

For example, the recently energized Witten Extension project has connected over 405 new households and businesses to the national grid at a cost of over

We expect ESKOM to energise Senwabarwana Extension 5 electrification project at any time.

We are only left with what will always be there for as long as the population continues to grow, viz, newly established households or villages.

This is a moving target that we are enjoined to robustly deal with in our MTREF period and beyond.

Roads

Madam Speaker,

We have gone out of our way to address the poor road conditions throughout our municipal area.

This includes attending to every road that matters irrespective of whose responsibility that is.

We have engaged in this because we could not close our ears and eyes to the concerns and plight of our people, and because we are fully

committed to the letter and spirit of cooperative governance.

We would like to take this opportunity to appreciate the collaboration and cooperation we received from the Department of Roads and Transport Satellites that operate in our area.

Since our last budget speech we managed to establish three roads maintenance camps of our own.

We upgraded internal streets from gravel to tar in Alldays; Puraspan Witten; and Desmond Park townships.

We graded internal streets in Indermark; Marobjane; Edwinsdale; Ga- Mamadi; and Ga- Maphoto, just to mention a few of the innumerable villages that have since seen Government at work.

We built culverts in the once inaccessible areas like Stoking; Ramaswikana; Ga- Mamadi; and Marobjane. In the process we graded many Sports grounds and cemeteries and made all our cemeteries accessible by building or grading access roads.

In terms of the National development Plan 70% of our people will be living in urban areas by 2030.

This doesn't mean people moving out of their current settlements but urbanization of areas in which the majority of our people currently reside.

Details Budget speech attached.

A re kodumeleng!

CLR SERITE SEKGOLOANE

MAYOR

1.2 Resolutions

2012/2015 MTREF Budget Resolutions:

On 31 May 2012 the Council of Blouberg Local Municipality met in wegdraai (Home sweepers Sports Ground) to consider the annual budget of the municipality for the financial year 2012/12. The Council approved and adopted the following resolutions:

1. The Council of Blouberg Local Municipality, acting in terms of section 24 of the Municipal Finance Management Act, (Act 56 of 2003) approves and adopts:
 - a) Approve the annual budget of the Blouberg municipality for 2012/15, and specifically appropriating the amounts for the different votes, and for single-year and multi-year capital expenditure,
 - b) Approve all rates, taxes and tariffs for services provided by the municipality,
 - c) Approve the measurable performance objectives for the annual budget for each year of the medium term revenue and expenditure framework,
 - d) Approve the entire draft budget related policies or amendments to such policies.
2. The Council of Blouberg Local Municipality, acting in terms of 75A of the Local Government: Municipal Systems Act (Act 32 of 2000) approves and adopts with effect from 1 July 2012 the tariffs for other services, as set out in Annexure B policy document.

1.3 Executive Summary

This budget compiled in line with the Municipal Budgeting and Reporting Regulation (MBRR) notice no 31804 of 2009 provides comparative financial over a seven year period commencing in the 2008/2009 budget year to 2014/15 budget year.

The budget complies with various budget circular introduced since the beginning of MFMA reforms in 2004, the latest being Circular **58**.

The preparation of the 2012/2013 medium Term revenue and Expenditure Framework (MTREF) were an extremely challenging, with considerable potential impacts on core service delivery cost and revenue components which influenced the outcomes of MTREF. Another challenge is lower revenue collection due to non payment by residents. To produce a sustainable, affordable budget necessitated reductions to certain budgetary provisions.

The total municipal budget increase from R **152, 8** million from last year to **R165, 5** million.

1.4 Operating Revenue Framework

The total Budget income for 2012/13 is R **165,5** million which is more than last year 's budget of **R12,7** million, the main increases is on the grants allocation as per DORA which is Equitable shares, MIG,MSIG,FMG,INEP and allocation from Capricorn District municipality (R 1 million for Electricity and R 3million for O&M).The assessment increases from R8 million to R 11,1 million due to new valuation roll. The below table shows that the municipality rely much on grants. The municipal` s own revenue is declined due to sale of sites. The revenue /tariff increases by **5%**.

The following table indicates Revenue from Grants and municipal Revenue.

| | 2011/2012 FY | Budget 2012/13 | Budget 2013/14 | Budget 2014/15 |
|--------------------|---------------------|---------------------------|---------------------------|---------------------------|
| Description | Budget | Budget | Budget | Budget |
| Grant Income | 117,028,115 | 131,535,000 | 140,038,000 | 145,554,000 |
| Own Income | 35,687,400 | 33,945,110 | 33,863,098 | 38,290,685 |
| Total | 152,715,515 | 165,480,110 | 173,901,098 | 183,844,685 |

LIM351 Blouberg - Table A4 Budgeted Financial Performance (revenue)

| Description R thousand | Ref | 2008/9 | 2009/10 | 2010/11 | Current Year 2011/12 | | | | 2012/13 Medium Term Revenue & Expenditure Framework | | |
|--|-----|-----------------|-----------------|-----------------|----------------------|-----------------|--------------------|-------------------|---|------------------------|------------------------|
| | | Audited Outcome | Audited Outcome | Audited Outcome | Original Budget | Adjusted Budget | Full Year Forecast | Pre-audit outcome | Budget Year 2012/13 | Budget Year +1 2013/14 | Budget Year +2 2014/15 |
| Revenue By Source | | | | | | | | | | | |
| Property rates | 2 | 5,370 | 7,591 | 6,753 | 10,272 | 8,572 | 8,572 | 7,672 | 11,100 | 11,655 | 12,238 |
| Property rates - penalties & collection charges | | | | | | | | | | | |
| Service charges - electricity revenue | 2 | 3,345 | 6,876 | 8,212 | 8,355 | 11,209 | 11,209 | 4,449 | 11,769 | 12,357 | 12,975 |
| Service charges - water revenue | 2 | - | - | - | 864 | 864 | 864 | 374 | 457 | 479 | 503 |
| Service charges - sanitation revenue | 2 | - | - | - | 439 | 439 | 439 | 286 | 410 | 430 | 452 |
| Service charges - refuse revenue | 2 | 224 | 213 | 224 | 318 | 318 | 318 | 170 | 238 | 250 | 262 |
| Service charges – other | | | | | | | | | | | |
| Rental of facilities and equipment | | 164 | 105 | 163 | 160 | 160 | 160 | 142 | 168 | 178 | 189 |
| Interest earned - external investments | | 973 | 631 | 353 | 450 | 850 | 850 | 511 | 500 | 525 | 551 |
| Interest earned - outstanding debtors | | - | 83 | 260 | 370 | 370 | 370 | 44 | 389 | 408 | 428 |
| Dividends received | | | - | | - | | | | | | |
| Fines | | 331 | 271 | 307 | 350 | 2,045 | 2,045 | 364 | 510 | 541 | 563 |
| Licences and permits | | 2,137 | 2,145 | 2,330 | 3,251 | 4,451 | 4,451 | 2,045 | 3,849 | 4,042 | 4,245 |
| Agency services | | | | | | | | | | | |
| Transfers recognised - operational | | 37,996 | 51,236 | 87,715 | 84,580 | 84,703 | 84,703 | 81,315 | 96,631 | 102,938 | 106,069 |
| Other revenue | 2 | 3,328 | 11,335 | 4,276 | 9,810 | 6,410 | 6,410 | 2,804 | 3,056 | 2,997 | 5,884 |
| Gains on disposal of PPE | | | | | | | | | 1,500 | - | - |
| Total Revenue (excluding capital transfers and contributions) | | 53,869 | 80,484 | 110,593 | 119,218 | 120,390 | 120,390 | 100,176 | 130,576 | 136,801 | 144,360 |

Property Rates :

The municipality has revised valuation roll for 2012/2013 financial year as a result the percentage growth trend for 2012/13 is 7.7% compare from 2011/12 and it indicate the huge variance from previous year.

Electricity:

March 2012

The Electricity revenue is increased from original budget amounting to R 8.3 to Adjusted budget amounting to R 11.2 to the fact that will start billing Capricorn District municipality for water services and also 2012/13 financial year. The free basic electricity of 50kwh per month is provided to each household.

Water

Municipality is not a water authority as a result the services belongs to the Capricorn district municipality; we only recognize the income as commission. The municipality budgeted R456 thousands looking at the YTD collection of R101 thousand. Therefore it decrease from last year 's budget.

Sanitation

Municipality is not a water authority as a result the services belongs to the Capricorn district municipality; we only recognize the income as commission. The municipality budgeted R456 thousands looking at the YTD collection of R101 thousand. Therefore it decrease from last year 's budget.

Refuse:

The billed revenue for refuse is budget for R237 thousand for 2012/13 financial year looking at the previous bills, it shows decrease from the last year's budget.

Traffic Services:

During the 2011/12 budget adjustment municipality planned to use municipal hall for learners testing ,but only to find that there are some rules which need to be follow before.ie National road Act 93 of 99.Therefore the traffic services revenue has declined from last year's budget.

Interest Earned on External investments:

The Municipality is obliged to put aside a certain amount determined by ESKOM for guarantee. Blouberg Municipality made provision of **R3, 078,137.00** for Eskom guarantee and also earn interest on that.

1.5 Operating Expenditure

Further key parameters applied to the Blouberg Municipality's financial framework include the following for the 2012/2013 financial year:

- ❖ Employee related cost R58, 48 million.
- ❖ Remuneration for councilors R10, 2 million.
- ❖ Contracted Services R1, 7 million.
- ❖ Bulk purchase R 13, 0 million.
- ❖ Repairs and Maintenance R 5, 5 million.
- ❖ Other General Expenses R35, 2 million.
- ❖ Capital Expenses R40,9 million

Salaries

The total budget for salaries excluding remuneration of councilors amounts to **R58,4** million and is **36%** of the total budget .The salary annual increase is calculated at **6%** for both councilors and officials looking at the current negotiations and **3%** notches, although the Circular **59** advise the Municipality to increase by **5%**.There are three vacant posts that are included in the draft budget and do not form part of employee related costs for last year's budget. Further that the Chief Financial Officer and Municipal Manager's posts were filled late and during budget adjustment was adjusted negatively. The decrease on remuneration of councilors from last year 's budget is because it was budgeted by **8%** annual increase and the upper limit indicates the **6%**,and during budget adjustment was agreed that the chairperson of MPAC will full time chairperson .

The following table shows the total budget of salaries:

| Description | Medium Term Revenue and Expenditure Framework | | | |
|---------------|---|-------------------|-------------------|-------------------|
| | 2011/2012 F | Budget Year 3 | Budget Year 4 | Budget Year 5 |
| | Budget | Budget | Budget | Budget |
| Employee rela | 43 800 574 | 58 886 547 | 62 908 559 | 67 889 400 |
| Remuneration | 11 043 393 | 10 273 397 | 11 300 737 | 12 430 810 |
| Total | 54 843 967 | 69 159 944 | 74 209 296 | 80 320 210 |

The table below shows that other general expenditure is increased too much compared with last year's Budget due to unbundling of assets and upgrading of the financial system.

| Description | Medium Term Revenue and Expenditure Framework | | | |
|---------------------------|---|-------------------|-------------------|-------------------|
| | 2011/2012 F | Budget | Budget | Budget |
| | Budget | Budget | Budget | Budget |
| Repairs and Maintenance | 5,677,130 | 5,480,900 | 8,421,855 | 6,197,139 |
| Bulk Expenses | 11,500,000 | 13,000,000 | 11,770,000 | 12,711,600 |
| Contract services | 1,600,000 | 1,696,000 | 1,814,720 | 1,959,898 |
| Bad debts provisions | 413,600 | 434,280 | 464,680 | 501,854 |
| Depreciation | 600,000 | 636,000 | 680,520 | 734,962 |
| Other General Expenditure | 28,185,589 | 34,122,986 | 32,647,013 | 34,772,226 |
| Total | 47,976,319 | 55,370,166 | 55,798,788 | 56,877,679 |

Operational repairs and maintenance

The repairs and maintenance for Blouberg Local municipality is only for material (machinery and equipment) and we are going to use our employees to do the work. The total allocation for 2012/13 equates to R5,5 billion a decrease of R196,230 thousand in relation to the Adjustment Budget. The municipality put provision for buying TlBs and other car that is why our projection decreases.

1.6 Capital Expenditure

The following table shows capital budget :

The total Capital Budget amount to **R40, 9** million and is **25%** of the total budget. The capital projects funded by Municipality amount to **R7, 0** million comprising of Driekoppies Crèche and Hananoa solar whereas other municipal working tools e.g. Computer equipments, Municipal vehicles. The capital projects funded by grants are amounting to **R 33, 9** million.

| Description | Medium Term Revenue and Expenditure Framework | | | |
|----------------------|---|-------------------|-------------------|-------------------|
| | 2011/2012 FY | Budget 2012/13 | Budget 2013/14 | Budget 2014/15 |
| | Budget | Budget | Budget | Budget |
| capitalProjects | 45,004,238 | 33,900,000 | 36,680,000 | 39,182,700 |
| other assets Capital | 4,890,991 | 7,050,000 | 7,213,015 | 7,464,096 |
| Total | 49,895,229 | 40,950,000 | 43,893,015 | 46,646,796 |

Investment

The Municipality is obliged to put aside a certain amount determined by ESKOM for guarantee. Blouberg Municipality made provision of **R3, 078,137.00** for Eskom guarantee and also earn interest on that.

The following are summary budget indicating the previous years audited result and annual report

LIM351 Blouberg - Table A1 Budget Summary

| Description | 2008/9 | 2009/10 | 2010/11 | Current Year 2011/12 | | | | 2012/13 Medium Term Revenue & Expenditure Framework | | |
|--|-----------------|-----------------|-----------------|----------------------|-----------------|--------------------|-------------------|---|------------------------|------------------------|
| R thousands | Audited Outcome | Audited Outcome | Audited Outcome | Original Budget | Adjusted Budget | Full Year Forecast | Pre-audit outcome | Budget Year 2012/13 | Budget Year +1 2013/14 | Budget Year +2 2014/15 |
| Financial Performance | | | | | | | | | | |
| Property rates | 5,370 | 7,591 | 6,753 | 10,272 | 8,572 | 8,572 | 7,672 | 11,100 | 11,655 | 12,238 |
| Service charges | 3,569 | 7,088 | 8,436 | 9,975 | 12,829 | 12,829 | 5,279 | 12,873 | 13,517 | 14,193 |
| Investment revenue | 973 | 631 | 353 | 450 | 850 | 850 | 511 | 500 | 525 | 551 |
| Transfers recognised – operational | 37,996 | 51,236 | 87,715 | 84,580 | 84,703 | 84,703 | 81,315 | 96,631 | 102,938 | 106,069 |
| Other own revenue | 5,961 | 13,939 | 7,335 | 13,941 | 13,437 | 13,437 | 5,399 | 9,472 | 8,166 | 11,309 |
| Total Revenue (excluding capital transfers and contributions) | 53,869 | 80,484 | 110,593 | 119,218 | 120,390 | 120,390 | 100,176 | 130,576 | 136,801 | 144,360 |
| Employee costs | 31,893 | 32,883 | 39,329 | 49,611 | 43,801 | 43,801 | 20,138 | 58,887 | 62,909 | 67,889 |
| Remuneration of councilors | 6,489 | 7,168 | 7,023 | 11,043 | 11,043 | 11,043 | 4,069 | 10,273 | 11,301 | 12,431 |
| Depreciation & asset impairment | 6,511 | 7,665 | 9,302 | 600 | 600 | 600 | – | 636 | 681 | 735 |
| Finance charges | 279 | 220 | – | – | – | – | – | – | – | – |
| Materials and bulk purchases | 8,346 | 9,069 | 10,575 | 15,087 | 17,177 | 17,177 | 7,844 | 18,481 | 20,192 | 18,909 |
| Transfers and grants | – | – | – | – | – | – | – | – | – | – |
| Other expenditure | 21,971 | 33,862 | 26,355 | 31,452 | 30,565 | 30,265 | 22,337 | 36,263 | 36,997 | 42,893 |
| Total Expenditure | 75,489 | 90,867 | 92,584 | 107,793 | 103,186 | 102,886 | 54,388 | 124,540 | 132,078 | 142,857 |
| Surplus/(Deficit) | (21,620) | (10,383) | 18,009 | 11,425 | 17,204 | 17,504 | 45,788 | 6,036 | 4,723 | 1,502 |
| Transfers recognised – capital | 23,794 | 30,067 | – | 28,330 | 32,325 | 32,325 | 14,830 | 34,904 | 37,100 | 39,485 |

| | | | | | | | | | | |
|---|---------|--------|--------|----------|----------|----------|----------|----------|----------|----------|
| Contributions recognised - capital & contributed assets | - | - | - | - | - | - | - | - | - | - |
| Surplus/(Deficit) after capital transfers & contributions | 2,174 | 19,684 | 18,009 | 39,755 | 49,529 | 49,829 | 60,618 | 40,940 | 41,823 | 40,987 |
| Share of surplus/ (deficit) of associate | - | - | - | - | - | - | - | - | - | - |
| Surplus/(Deficit) for the year | 2,174 | 19,684 | 18,009 | 39,755 | 49,529 | 49,829 | 60,618 | 40,940 | 41,823 | 40,987 |
| <u>Capital expenditure & funds sources</u> | | | | | | | | | | |
| Capital expenditure | 15,387 | 22,463 | 25,077 | 39,755 | 49,895 | 49,895 | 20,883 | 40,950 | 44,213 | 49,464 |
| Transfers recognised – capital | 14,067 | 13,838 | 20,632 | 28,330 | 44,661 | 44,661 | 19,039 | 33,900 | 37,000 | 42,000 |
| Public contributions & donations | - | - | - | - | - | - | - | - | - | - |
| Borrowing | - | - | - | - | - | - | - | - | - | - |
| Internally generated funds | 1,321 | 8,625 | 4,444 | 11,425 | 5,234 | 5,234 | 1,843 | 7,050 | 7,213 | 7,464 |
| Total sources of capital funds | 15,387 | 22,463 | 25,077 | 39,755 | 49,895 | 49,895 | 20,883 | 40,950 | 44,213 | 49,464 |
| <u>Financial position</u> | | | | | | | | | | |
| Total current assets | 8,810 | 11,831 | 6,639 | 11,639 | 14,620 | 14,620 | - | 25,029 | 5,513 | 5,788 |
| Total non current assets | 2,909 | 26,099 | - | 39,755 | 49,895 | 49,895 | 20,883 | 40,950 | 44,213 | 49,464 |
| Total current liabilities | 12,114 | 16,722 | 18,707 | 18,707 | 13,000 | 13,000 | - | 10,000 | 4,000 | 3,000 |
| Total non current liabilities | - | - | - | - | - | - | - | - | - | - |
| Community wealth/Equity | 102,651 | 83,089 | 83,622 | 83,692 | 83,692 | 83,692 | 20,883 | 40,950 | 44,213 | 49,464 |
| <u>Cash flows</u> | | | | | | | | | | |
| Net cash from (used) operating | (2,540) | 58,461 | 17,978 | 39,755 | 49,829 | 49,829 | 46,862 | 40,940 | 41,821 | 40,988 |
| Net cash from (used) investing | - | - | - | (39,755) | (49,895) | (49,895) | (20,883) | (40,950) | (44,213) | (49,464) |
| Net cash from (used) financing | - | - | - | - | - | - | - | - | - | - |
| Cash/cash equivalents at the year end | (558) | 57,903 | 75,881 | 2,473 | 2,407 | 2,407 | 28,453 | 16,691 | 14,299 | 5,823 |
| <u>Cash backing/surplus reconciliation</u> | | | | | | | | | | |
| Cash and investments available | 5,755 | 6,944 | 6,639 | 6,639 | 9,620 | 9,620 | - | 19,779 | - | - |
| Application of cash and investments | 8,968 | 16,722 | 18,707 | 13,761 | 8,000 | 8,000 | - | 4,503 | (1,512) | (2,788) |
| Balance - surplus (shortfall) | | | | | 1,620 | 1,620 | - | 15,276 | 1,512 | 2,788 |

March 2012

| | (3,214) | (9,778) | (12,068) | (7,122) | | | | | | |
|--|---------|---------|----------|---------|--------|--------|--------|--------|--------|--------|
| <u>Asset management</u> | | | | | | | | | | |
| Asset register summary (WDV) | 15,387 | 22,463 | – | 39,755 | 49,895 | 49,895 | 40,950 | 40,950 | 44,213 | 49,464 |
| Depreciation & asset impairment | 6,511 | 7,665 | 9,302 | 600 | 600 | 600 | 636 | 636 | 681 | 735 |
| Renewal of Existing Assets | – | – | – | – | – | – | – | – | – | – |
| Repairs and Maintenance | 2,793 | 646 | 1,262 | 5,587 | 5,677 | 5,677 | 5,481 | 5,481 | 8,422 | 6,197 |
| <u>Free services</u> | | | | | | | | | | |
| Cost of Free Basic Services provided | 622 | 622 | 622 | 3,679 | 3,220 | 3,263 | 720 | 720 | 763 | 1,009 |
| Revenue cost of free services provided | 637 | 657 | 657 | 1,714 | 755 | 798 | 755 | 755 | 798 | 1,044 |
| <u>Households below minimum service level</u> | | | | | | | | | | |
| Water: | – | – | – | – | – | – | – | – | – | – |
| Sanitation/sewerage: | – | – | – | – | – | – | – | – | – | – |
| Energy: | – | – | – | – | – | – | – | – | – | – |
| Refuse: | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |

Financial position and summary of medium term revenue and expenditure

LIM351 Blouberg - Table A6 Budgeted Financial Position

| Description | Ref | 2008/9 | 2009/10 | 2010/11 | Current Year 2011/12 | | | | 2012/13 Medium Term Revenue & Expenditure Framework | | |
|--|-----|-----------------|-----------------|-----------------|----------------------|-----------------|--------------------|-------------------|---|------------------------|------------------------|
| | | Audited Outcome | Audited Outcome | Audited Outcome | Original Budget | Adjusted Budget | Full Year Forecast | Pre-audit outcome | Budget Year 2012/13 | Budget Year +1 2013/14 | Budget Year +2 2014/15 |
| R thousand | | | | | | | | | | | |
| ASSETS | | | | | | | | | | | |
| Current assets | | | | | | | | | | | |
| Cash | | 1,983 | 2,502 | 2,473 | 2,473 | 5,620 | 5,620 | | 12,626 | - | - |
| Call investment deposits | 1 | 3,772 | 4,442 | 4,166 | 4,166 | 4,000 | 4,000 | - | 3,078 | - | - |
| Consumer debtors | 1 | 3,055 | 4,887 | - | 5,000 | 5,000 | 5,000 | - | 5,250 | 5,513 | 5,788 |
| Other debtors | | | | | | | | | | | |
| Current portion of long-term receivables | | | | | | | | | | | |
| Inventory | 2 | | | | | | | | | | |
| Total current assets | | 8,810 | 11,831 | 6,639 | 11,639 | 14,620 | 14,620 | - | 20,954 | 5,513 | 5,788 |
| Non current assets | | | | | | | | | | | |
| Long-term receivables | | | | | | | | | | | |
| Investments | | | | | | | | | | | |
| Investment property | | | | | | | | | | | |
| Investment in Associate | | | | | | | | | | | |
| Property, plant and equipment | 3 | 2,909 | 26,099 | - | 39,755 | 49,895 | 49,895 | 20,883 | 40,950 | 44,213 | 49,464 |
| Agricultural | | | | | | | | | | | |
| Biological | | | | | | | | | | | |
| Intangible | | | | | | | | | | | |
| Other non-current assets | | | | | | | | | | | |
| Total non current assets | | 2,909 | 26,099 | - | 39,755 | 49,895 | 49,895 | 20,883 | 40,950 | 44,213 | 49,464 |
| TOTAL ASSETS | | 11,719 | 37,930 | 6,639 | 51,394 | 64,515 | 64,515 | 20,883 | 61,904 | 49,726 | 55,252 |
| LIABILITIES | | | | | | | | | | | |
| Current liabilities | | | | | | | | | | | |
| Bank overdraft | - | | | | | | | | | | |
| Borrowing | 1 | | | | | | | | | | |
| Consumer deposits | 4 | - | - | - | - | - | - | - | - | - | - |
| Trade and other payables | 4 | 12,114 | 16,722 | 18,707 | 18,707 | 13,000 | 13,000 | - | 10,000 | 4,000 | 3,000 |
| Provisions | | | | | | | | | | | |

March 2012

| | | | | | | | | | | | |
|-------------------------------|---|---------|--------|----------|--------|--------|--------|--------|--------|--------|--------|
| Total current liabilities | | 12,114 | 16,722 | 18,707 | 18,707 | 13,000 | 13,000 | – | 10,000 | 4,000 | 3,000 |
| Non current liabilities | | | | | | | | | | | |
| Borrowing | | – | – | – | – | – | – | – | – | – | – |
| Provisions | | – | – | – | – | – | – | – | – | – | – |
| Total non current liabilities | | – | – | – | – | – | – | – | – | – | – |
| TOTAL LIABILITIES | | 12,114 | 16,722 | 18,707 | 18,707 | 13,000 | 13,000 | – | 10,000 | 4,000 | 3,000 |
| NET ASSETS | 5 | (395) | 21,208 | (12,068) | 32,687 | 51,515 | 51,515 | 20,883 | 51,904 | 45,726 | 52,252 |
| COMMUNITY WEALTH/EQUITY | | | | | | | | | | | |
| Accumulated Surplus/(Deficit) | | 102,651 | 83,089 | 83,622 | 83,692 | 83,692 | 83,692 | 20,883 | 40,950 | 44,213 | 49,464 |
| Reserves | 4 | – | – | – | – | – | – | – | – | – | – |
| Minorities' interests | | | | | | | | | | | |
| TOTAL COMMUNITY WEALTH/EQUITY | 5 | 102,651 | 83,089 | 83,622 | 83,692 | 83,692 | 83,692 | 20,883 | 40,950 | 44,213 | 49,464 |

Municipal 's priorities and linkages to the IDP

- Economic Development and Partnership
- Water and Sanitation
- Roads and public Transport
- Housing and Disaster management
- Energy(MOVE TO NUMBER 8 AND MOVE 8 TO 5)
- HUMAN RESOURCES DEVELOPMENT\ EDUCATION
- HEALTH AND WELFARE
- INSTITUTIONAL DEVELOPMENT AND FINANCIAL SUSTAINABILITY
- ENVIRONMENT AND WASTE MANAGEMENT
- EMERGENCY SERVICES AND COMMUNICATION
- LAND USE DEVELOPMENT
- SPORTS AND RECREATIONAL FACILITIES

Alignment with and achievement of national , provincial and district priorities;

➤ NATIONAL AND PROVINCIAL ALIGNMENT

South Africa has a representative form of democratic government. The management and governance of South Africa is based on a three-sphere system of government, namely national, provincial and local spheres of government. These spheres are distinctive, interdependent and interrelated. The Constitution states which matters each sphere of government deals with. This division of powers helps to make sure that the country is properly run and that government is close to the people it serves.

Section 25 of Act 32 of 2000 determines that the IDP must be compatible with national and provincial development plans and planning requirements. To ensure that this legislative requirement is adhered to, the Municipality needs to align itself with National and Provincial directives and draw these down into the spectrum of service delivery.

The national and provincial policy imperatives have been taken into consideration in the implementation of the municipality core business. Blouberg Municipality has therefore focused its efforts to complement National and Provincial Government to accomplish developmental goals, with emphasis on matters that are the competency of Local Government.

➤ NATIONAL 2014 VISION

As part of South Africa's celebration of 10 years of democracy, National Government formulated Vision 2014 to guide itself for the next ten years. The vision is to build a society that is truly united, non-racial, non-sexist and democratic. Central to this is a single and integrated economy that benefits all. The combination of some of the most important targets and objectives making up Vision 2014 are as follows:

Reduce unemployment by half through new jobs, skills development, assistance to small businesses,

Opportunities for self-employment and sustainable community livelihoods;

Reduce poverty by half through economic development, comprehensive social security, land reform and improved household and community assets;

Provide the skills required by the economy, build capacity and provide resources across society to encourage self-employment with an education system that is geared for productive work, good citizenship and a caring society;

Ensure that all South Africans, including especially the poor and those at risk – children youth, women, the aged and people with disabilities – are fully able to exercise their constitutional rights and enjoy the full dignity of freedom;

Compassionate government service to the people: national, provincial and local public representatives who are accessible; and citizens who know their rights and insist on fair treatment and efficient service;

Massively reduce health risks such as tuberculosis, diabetes, malnutrition and maternal deaths and turn the tide against HIV and AIDS, and, working with the rest of Southern Africa, strive to eliminate malaria, and improve services to achieve a better national health profile and reduction of preventable causes of death, including violent crime and road accidents;

Significantly reduce the number of serious and priority crimes as well as cases awaiting trial, with a society that actively challenges crime and corruption, and with programmes that also address the social roots of criminality; and

Position South Africa strategically as an effective force in global relations, with vibrant and balanced trade and other relations with countries of the South and the North, and in an Africa that is growing, prospering and benefiting all Africans, especially the poor.

Vision 2014 translates into practical steps, with the following specific implications for the municipality:

A growing economy;

Sustainable livelihoods – inter alia creating job opportunities through the Expanded Public Works Programme (EPWP);

Access to services: Speed up programmes to provide basic services like water and sanitation, electricity roads and transport services

Realize Batho Pele principles and improve services in government offices;

Safety and security;

Constitutional rights and governance – improve interaction between government and the people.

➤ **ACCELERATED AND SHARED GROWTH INITIATIVE - SOUTH AFRICA (ASGISA)**

After research and discussion with stakeholders, government identified six “binding constraints on growth” that needed to be addressed so as to progress in its desire for shared growth and to achieve its target of halving unemployment and poverty between 2004 and 2014. This could be achieved if the economy grew at an average rate of at least 4.5% in the period to 2009, and by an average of 6% in the period 2010 to 2014.

Targets set by ASGISA include:

Halving poverty by 2014 to all households;

Halving unemployment by 2014 from 30%;

Achieving growth of approximately 6% per annum; and

50% of the total to be spent on infrastructure should be spent by the three spheres of government.

Six key levers for economic growth have been identified, namely:

Macro-economic intervention;

Infrastructure development;

Skills development;

Strengthening public institutions;

Sectoral investments; and

Interventions in second economy

In the light of the above, ASGISA has identified a set of initiatives that will serve as a catalyst for faster growth. This is complemented with on-going enabling management of fiscal and monetary policy, more focused industrial policy framework, supporting sector policies and legislation and a range of projects and initiatives in the economic cluster of government. Strategies for growth and development include investment in transport infrastructure, support to SMME's and labour intensive projects, prioritizing social and economic infrastructure and building partnerships.

Municipalities in particular, as the closest sphere of government to communities have an important role to play in implementing the goals set by ASGISA. They operate under the framework of developmental local government and a constitutional mandate to look after the socio-economic needs of communities and development of their areas of jurisdiction. They have to actively create conducive environment for job creation.

The National Framework for Local Economic Development addresses this issue directly. The framework argues that the municipal areas are the spaces in which an integrated impact of government needs to

be optimized in order to accelerate shared growth. This integrated impact has to be synergized with the requirements of the local economy, the needs of its stakeholders and the opportunities and potentials that drive economic growth and sustainable livelihoods. The Framework also argues that municipalities have to play a strategic facilitation role managing the forces and dynamics impacting on the area. This is more effective than a direct role in job creation where municipalities attempt to set-up and run enterprises in the form of small ad-hoc projects that require ongoing public support.

Municipalities can further play an important role through provision of infrastructure and services, by-laws, land use planning and procurement policies in stimulating the local economy. Effective infrastructure planning and provision can involve local suppliers and assist in building local competencies. Firstly, certain of the binding constraints on growth that ASGISA identifies have direct relevance to the role and functioning of municipalities. Municipal Local Economic Development strategies need to address how these constraints in their own areas can be overcome.

ASGISA has identified key sectors for growth and development. Again, municipal strategies should identify if and how these sectors are relevant for their areas and what would be done to grow them.

➤ **NEW MANDATE: KEY CONSIDERATIONS**

In order to give effect to the strategic objectives as spelled out in the electoral mandate of the ruling party, Blouberg Municipality also aligns its programmes to the ten priority areas as contained in the Medium Term Strategic Framework, for the review of the IDP.

The key priority areas include:

Ensuring more inclusive economic growth, decent work and sustainable livelihoods

Economic and social infrastructure

Rural development, food, security and land reform

Access to quality education

Improved health care

Fighting crime and corruption

Cohesive and sustainable communities

Creation of a better Africa and a better world

Sustainable resource management and use

A developmental state including improvement of public services.

Blouberg Municipality has to date implemented a balanced and integrated suite of programmes that cover all key priority areas identified in the manifestos.

➤ **NATIONAL SPATIAL DEVELOPMENT PERSPECTIVE**

Government's key priority in the second decade of Freedom is to increase economic growth and promote social inclusion. A clearly articulated set of spatial priorities and criteria is one of the mechanisms through which government provides a strategic basis for focusing government action, weighing up trade-offs and linking the strategies and plans of the three spheres and agencies of government. In this sense the National Spatial Development Perspective (NSDP) is a critical instrument for policy coordination, with regard to the spatial implications of infrastructure programmes in national, provincial and local spheres of government. It is in this context that the January 2003 Cabinet *lekgotla* approved the NSDP as an indicative tool for development planning in government.

Since its adoption, three factors have necessitated a review and update of the NSDP:

new data on socio-economic trends;

the development of IDPs and Provincial Growth and Development Strategies (PGDS) and the continuing engagement in aligning them with the NSDP; and

Renewed focus on decisive interventions to ensure accelerated and shared economic growth.

The NSDP provides:

a set of principles and mechanisms for guiding infrastructure investment and development decisions;

Description of the spatial manifestations of the main social, economic and environmental trends which should form the basis for a shared understanding of the national space economy; and

An interpretation of the spatial realities and the implications for government intervention.

Government is committed to economic growth, employment creation, sustainable service delivery, poverty alleviation programmes and the eradication of historic inequalities. In order to ensure that infrastructure investment and development programmes are channeled towards these objectives, the NSDP was formulated. The principles enshrined in the NSDP are thus of great importance to local government investment, through the IDP and capital expenditure.

The NSDP Vision is as follows:

South Africa will become a nation in which investment in infrastructure and development programmes support government's growth and development objectives:

By focusing economic growth and employment creation in areas where this is most effective and sustainable;

By supporting restructuring where feasible to ensure greater competitiveness;

By fostering development on the basis of local potential; and

By ensuring that development institutions are able to provide basic needs throughout the country.

The following normative principles are put forward as guide for all spheres of government when making decisions on infrastructure investment and development spending:

Economic growth is a prerequisite for the achievement of other policy objectives, key among which would be poverty alleviation;

Government spending on fixed investment, beyond the constitutional obligation to provide basic services to all citizens, should therefore be focused on localities of economic growth and/or economic potential in order to attract private sector investment, stimulate sustainable economic activities and/or create long-term employment opportunities;

Efforts to address past and current social inequalities should focus on people not places; and

In order to overcome the spatial distortions of apartheid, future settlement and economic development:

Opportunities should be channeled into activity corridors and nodes that are adjacent to or link the main growth centers.

Infrastructure investment and development spending should primarily support localities that will become major growth nodes in South Africa and the Southern African Development Community region to create regional gateways to the global economy.

The NSDP thus seeks to focus the bulk of fixed investment of government on those areas with the potential for sustainable economic development, as it is in these areas where government's objectives of promoting economic growth and alleviating poverty will best be achieved. It places emphasis on the quality of interventions and investment choices by calling for a rigorous analysis of the economic opportunities and potentials in each of the Local, District and Metropolitan Municipal Areas. The Local, District and Metropolitan IDP's and LED programmes, crafted through joint work across the three spheres of government and with State Owned Enterprises and social partners would have to internalize the logic of the NSDP.

➤ **LIMPOPO EMPLOYMENT, GROWTH AND DEVELOPMENT PLAN (LEGDP)**

The Limpopo Employment, Growth and Development Plan (LEGDP) is a provincial (three tiers of government, private sectors, labour federations, NGOs, etc) tactical initiative. The LEGDP assists the Province to be able to make strategic choices in terms of prioritizing catalytic and high impact initiatives as a way of responding to the medium term strategic framework strategic thrust.

➤ **PARTNERSHIP WITH PROVINCIAL AND NATIONAL GOVERNMENT**

The basic constitutional principle of governance in South Africa is "co-operative governance". All spheres of government are obliged to observe the principles of co-operative government put forward in the Constitution. Chapter 3 of the Constitution provides the cornerstones for cooperation between the different spheres of government and organs of state in South Africa. Co-operative government assumes the integrity of each sphere of government. But it also recognizes the complex nature of government in modern society. No country today can effectively meet its challenges unless the components of government function as a cohesive whole.

In South Africa a system of inter-governmental relations is emerging to give expression to the concept of cooperative government. The Inter-Governmental Relations Framework Act (Act 13 of 2005) is a response to the limited successes in the alignment efforts among the three spheres of government.

The Act creates a framework to support intergovernmental cooperation and coordination as required by the Constitution in its definition of “cooperative governance”. It provides for the obligation of all spheres to participate in the planning processes of the municipality and in turn allow their own planning processes to be influenced by the municipal IDPs. Municipal IDPs are regarded as important planning frameworks to integrate both the national and provincial programme in specific local area. The Municipality is participating in the district-planning forum as well as in the Premier’s Intergovernmental Forum. The participation is aimed at ensuring proper alignment and coordination of local, district and provincial departments. The Act establishes structures and processes that enhance inter-governmental planning and monitoring processes for local, provincial and national spheres of governance.

A system of inter-governmental relations has the following strategic purposes:

- To promote and facilitate cooperative decision-making
- To coordinate and align priorities, budgets, policies and activities across interrelated functions and sectors
- To ensure a smooth flow of information within government, and between government and communities, with a view to enhancing the implementation of policy and programmes, and
- The prevention and resolution of conflicts and disputes.

The Constitution obliges all spheres of government to co-operate with one another in mutual trust and good faith through fostering friendly relations; assisting and supporting one another; informing one another of, and consulting one another on matters of common interest; and coordinating their actions and legislation with one another. Local government should maintain open, co-operative and constructive relations with both provincial and national government, seeing its operation as a component of the broader state structure.

Local government alone does not influence a matter in its area. Other spheres of government, either by independently conducting their own programmes in the same area as a municipality, or by regulating the operation of municipalities in line with their own sectoral objectives, also affect matters in a municipal area. Municipalities therefore have authority in their respective areas of jurisdiction but contribute to and enhance the effectiveness of national and provincial programmes and are constitutionally obliged to participate in national and provincial development programmes.

Strong and capacitated local government can play a critical role in enhancing the success of national and provincial policies and programmes, and building sustainable human settlements for the nation. In a spirit of cooperative governance, national and provincial government should seek to support and enhance the developmental role of local government. Local government is the structure that serves the people most directly. It is therefore vital that this sphere of government applies the principles of co-operative governance.

Key amendment to budget-related policies;

Budget Related Policy

The purpose of budget-related and financial policies is to provide a sound environment to manage the financial affairs of the municipality. The following are key budget relating policies:

Tariff Structure – the policy prescribes the procedures for calculating tariffs. This policy is required in terms of Section **74** of the Local Government Municipal Systems Act, **Act 22 of 2000**.

Indigent Support Policy – to provide access to and regulate free basic services to all indigent households.

Credit Control and Debt Collection Policy – to provide for credit and debt collection procedures and mechanisms to ensure that all consumers pay for the services that are supplied.

Budget Policy – this policy set out the principles which must be followed in preparing a medium term revenue and expenditure framework budget. It further ensures that the budget reflects the strategic outcomes embodied in the IDP and related strategic policies.

Investment Policy – this policy was compiled in accordance with the Municipal Investment Regulations and ensures that cash resources are managed in the most efficient and effective manner possible.

Asset Management Policy – the objective of the policy is to prescribe the accounting and administrative procedures relating to property, plant and equipment (assets).

Supply Chain Management Policy – this policy is developed in terms of Section **111** of the Municipal Finance Management Act, Act 56 of 2003. The principles of this policy is to give effect to a fair, equitable, transparent, competitive and cost-effective system for the procuring of goods and services, disposing of goods and selecting of contractors in the provision of municipal services.

Cash Management Policy- to ensure that there is a proper cash flow management and control.

Property Rates and By-Law Policy - to enable the municipality to levy rates on rateable properties and apply rebates and discounts on certain categories of properties.

Fund Reserve Policy: In terms of regulation 8 of the Municipal Budget and Reporting Regulations., each Municipality must have a funding and reserves policy

The following policies were reviewed

- Indigent Support Policy.
- Tariff Policy-Rates increased.
- Credit Control and Debt Collection Policy.
- Supply Chain Management Policy.
- Property Rate Policy and By-Law.
- Cash Management Policy.
- Budget Policy.

The summary of amendments:

Indigent policy

Households earning a joint income of not more than **R 2,500** per month (proof of payslips/copy of recent bond statements). Residents of Blouberg Local Municipality and Residents in possession of a valid South African Identity Document.

Tariffs Policy

Municipal services tariffs will increase by 5% on the following revenue sources e.g. Refuse removal, Water sanitation, Building plan, Advertisements, Animal pounds and Cemeteries.

NB: Electricity tariff will be increased by **5%** .

Property Rates Policy

As from July 2012 the following property rates will be applicable in terms of rateable properties:

| | |
|------------------------------------|---------|
| – Residential | : 0.005 |
| – Residential property consent use | :0.008 |
| – Impermissible or illegal use | :0.01 |
| – Vacant land | : 0.007 |
| – Farms | : 0.015 |
| – State owned properties | :0.02 |
| – Business/Commercial | :0.01 |

3. Requesting Satellite offices should submit detailed petty cash reconciliation for previous allocation.

Credit Control and debt collection policy

PROVISION AND CALCULATION OF BAD DEBTS.

- The system will consider the current consumer debtors after payments received in the first month of the next financial year has been taken into account.
- The total balance of accounts with a handed over portion is considered bad debts after any payment received in the first month of the new financial year has been deducted.

- The municipality has to make provision for the debts that are identified as being irrecoverable. However, the municipality must ensure that all the means applicable to recover the debts as outlined in the Credit Control and Debt Collection policy are utilized.

PROVISION FOR BAD DEBTS ON MUNICIPAL ACCOUNTS WILL THEREFORE BE CALCULATED AS FOLLOWS:

- 0-90days debt – is not to be considered bad.
- 91 – 120 days debt – 25% of the debt is considered bad.
- 121 - 365 days debt – 50% of the debt is considered bad
- 365 days debt -100% of the debt is considered bad/ irrecoverable

SUPPLY CHAIN CONTROL MANAGEMENT

CHANGES IN SUPPLY CHAIN CONTROL MANAGEMENT POLICY

In terms of Preferential Procurement Policy Framework Act, 05 of 2000 & Regulations of 2011, the following changes should be effected as from 07 December 2011:

Preference Point Systems or Point Scoring System

ANNEXURE SCM 1

The 80/20 Preference point system is applicable to bids (including price quotations) with a Rand value from R30000.00 to R1 million (all applicable taxes included)

| | |
|--|---------------|
| | Points |
| Points Scored for Price | 80 |
| Points Scored for B-BBEE status level of contributor | 20 |
| Total | 100 |

| B-BBEE Status Level of Contributor | Number of Points(80/20 System) |
|---|---------------------------------------|
| 1 | 20 |
| 2 | 18 |
| 3 | 16 |
| 4 | 12 |
| 5 | 8 |
| 6 | 6 |
| 7 | 4 |
| 8 | 2 |
| Non-Compliant Contributor | 0 |

ANNEXURE SCM2

The 90/10 Preference point system is applicable to bids (including price quotations) with a Rand value above R1 million (all applicable taxes included)

| | |
|--|---------------|
| | Points |
| Points Scored for Price | 90 |
| Points Scored for B-BBEE status level of contributor | 10 |
| Total | 100 |

| B-BBEE Status Level of Contributor | Number of Points(90/10 System) |
|------------------------------------|--------------------------------|
| 1 | 10 |
| 2 | 9 |
| 3 | 8 |
| 4 | 5 |
| 5 | 4 |
| 6 | 3 |
| 7 | 2 |
| 8 | 1 |
| Non-Compliant Contributor | 0 |

Cash Management policy

The objective of the Petty Cash system is to fund small emergency expenses without going through the process of obtaining cheques.

1. Payment from the petty cash is limited to R250 per transaction.
2. The balance of the petty cash on hand is limited to R 5000.

New Policy: The following policies are attached

- Property Rates and by-law policy
- Fund reserve policy

Budget policy :

- Removing: shall not exceed 30% of the aggregate operating budget as there is no legislature stating the said %.

Key demographic, economic and other assumptions;

Demographic figures for the Blouberg municipality within the Capricorn District Municipal Area

| Municipality | Population number | No of households |
|---------------------|--------------------------|-------------------------|
| Aganang | 145 454 | 33 826 |
| Blouberg | 194 119 | 35 598 |
| Lepelle-Nkumpi | 241 414 | 58 483 |
| Molemole | 100 408 | 27 296 |
| Polokwane | 561 772 | 130 361 |
| Total | 1 243 167 | 285 565 |

Blouberg Local Municipality is situated towards the far northern part of the Capricorn District, bordered by Aganang on the south, Molemole on the south-west, Makhado on the north-east, Lephalale on the north-west, with Mogalakwena on the south-west and Musina on the north. As per the new Demarcations Board report (2011), the Municipality covers an area of about 9,248.44km² (this includes the newly incorporated areas). The total population is estimated at 194 119 with the total number of households at 35 598. Average house hold size is 5.72 (Source: Community Survey, 2007).

Progress with the provision of basic services and financial implication for the medium term revenue and expenditure framework and long term sustainability.

This analysis will focus on the provision of basic and social infrastructure needs for Blouberg communities. More emphasis will be on the provision of services such as water, sanitation, energy, and roads.

➤ ELECTRICITY

Electricity is part of life and economic development. This relates to improved living conditions. Electricity is a basic need for communities.

The main objective of Blouberg Local Municipality is providing electricity to all households by 2014. The Municipality is a licensed electricity distributor.

The Municipality has thus reached the universal access by providing electricity to all established settlements, save for Hananwa.

By 2014 all households will have electricity as only newly established village extensions are without electricity.

➤ **STATUS QUO**

ELECTRICITY SUPPLY TO HOUSEHOLDS

| MUNICIPALITY | POPULATION | % of Households | % of Households with access to Electricity | | % of households with no Electricity | | |
|--------------|------------|-----------------|--|---------|-------------------------------------|---------|---------|
| Municipality | Population | 2008/9 | 2009/10 | 2010/11 | 2011/12 | 2012/13 | 2013/14 |
| Blouberg | 194 119 | 79.5% | 83% | 96.53% | 3.47% | 0.71% | 0.8% |

The table above is the combination of Eskom and Municipality Villages.

➤ **CHALLENGES**

The Municipality is currently having a backlog of 3.47% which translates to 6731 households, in ESKOM supply extension areas. The main challenge is lack of funding and delays in the approval of designs, and in some instances also energizing due to misunderstandings between the Municipality and ESKOM.

➤ **INTERVENTIONS**

Eskom should assist the Municipality in fast tracking Municipal Projects. Department of Energy should not subsidize the Municipality on project but a full funding for projects will see the Municipality reaching its universal target.

Currently the Municipality has submitted its final list of projects to be implemented in 2013/14 financial year.

The Municipality aims to provide electricity to communities as a basic service by 2013/14.

➤ **ROADS**

The Municipality takes the responsibility of ensuring that all municipal roads are in a good condition for use by vehicles and other land modes of transport.

➤ **STATUS QUO**

The Limpopo Department of Roads and Transport takes responsibility of the provincial road network and some of the District Roads (although not clearly defined) within the Municipality's area of jurisdiction. The total length for the Provincial road network is approximately 960km, from which 262km is surfaced and 698km is gravel, leaving a backlog of 73%.

The condition of most of the Provincial gravel roads is not so good, but the Limpopo Department of Roads and Transport performs maintenance on these roads. They re-gravel and construct culverts for some of these roads. They are also currently running an EPWP programme whereby over 600 people have been employed from within the Municipality's communities, specifically for the cleaning of road reserves alongside the main roads, and other routine maintenance of the surfaced roads.

Blouberg Municipality takes responsibility for the municipal roads network. The total length of Blouberg road network is approximately 640km, from which 215km is access roads and 425km is internal Streets. The Municipality has only managed to surface 27km of the internal streets from the Municipal Infrastructure Grant that is allocated to the Municipality annually (also utilized for other Infrastructure Projects). There is still a total backlog of approximately 613km which also includes access roads, translating to 96% of backlog. The Municipality's Technical Services Department has a Roads and Storm Water Unit that deals mainly with the maintenance of municipal roads. The Unit is divided into three (3) clusters that operate from Eldorado, Buffelshoek and Indermark. Each of these clusters has a group of villages that it is responsible for, and with the minimal resources that the Municipality has, it has also distributed them amongst these clusters and in some instances the resources are shared. A list of priority Roads, also serving as a Roads maintenance plan has been compiled for each of the clusters.

➤ CHALLENGES

The main challenge is the huge percentage of backlog for municipal roads. The Municipality depends fully on the Municipal Infrastructure Grant (MIG) for the implementation of roads projects and the grant is never sufficient to make an impact on backlogs as it is also utilized on other infrastructure projects other than roads.

Due to lack of funds, currently there is no Master Plan that is in place, causing poor planning for municipal roads and storm water drainage.

Most of the Municipality's gravel roads are in a bad condition and currently there are insufficient resources. Some of municipal resources are even shared amongst the three (3) roads maintenance clusters. There is a shortage of skilled personnel in the municipal roads maintenance unit.

➤ INTERVENTIONS

A funding model for the MIG must be reviewed in order to ensure that allocations are distributed in a manner that will create an impact to municipal backlogs over a certain period.

Roads Master Plans must be developed in order to ensure proper planning for Roads and Storm water drainage, also focusing on access roads.

There must be an increase in the number of resources and recruitment of skilled personnel for municipal roads maintenance clusters.

The Department of Roads and Transport must also allocate sufficient funds to create an impact on the backlog for the Provincial Roads,

| ROUTE PARTICULARS | | | | PEGDP:GROWTH AREAS | | | |
|----------------------|----------------------------|--|-----------------------------------|---------------------------|----------------------|---------------------------------|---|
| PR IO RI TY | ROAD NO. | ROADS PARTICULARS | APPROXIM ATE LENGTH (km) | LOCAL MUNICIPAL ITY | GROWTH POINT | LEVEL OF GROWT H POINT | OTHER DEVELOPMENT STRATEGY SUPPORTED |
| 1 | D1589, D3297, D3292 | De Vrede via Raditshaba to Eldorado | 25 | Blouberg | Eldorado | Local | Farming and administrative |
| 2 | D1200, D688, D2657 | Dendron via Makgato to N1 (Botlokwa) | 35 | Molemole, Blouberg | Dendron (Mogwadi) | District | SDR, Agriculture, Tourism |
| 3 | D1468 | Puraspan to Indermark | 10 | Blouberg | Avon/ Puraspan | Local | Farming |
| 4 | D 3330, D3474, D3440 | Ga Moleele, Gadikgale, Galetswalo, Raweshi, Pollen, Mons, Swarts to Driekoppies | 30 | Blouberg | Senwabarw ana | Local | Major Link |
| 5 | D3275- D3287 | Windhoek to Eldorado | 38 | Blouberg | Eldorado | Local | Farming |
| 6 | D3322 | Blouberg health centre via Bahananwa Tribal Office to Buffelshoek | 12 | Blouberg | Senwabarw ana | Local | Major Access |

➤ WASTE MANAGEMENT

➤ STATUS QUO

The Municipality has developed and adopted an integrated Waste Management Plan (WMP) in 2008. The plan serves as a roadmap for the management of solid waste for the entire Municipality with R293 towns and nodal points, plus some rural villages, used as starting points since the capacity available cannot cover the entire municipal wide area. Currently the function is rendered in eleven settlements on a weekly basis while the towns of Alldays and Senwabarwana receive the service on a daily basis.

Currently there are two landfill sites in Alldays and Senwabarwana. A waste management team is in place and two waste removal trucks, plus a tractor, have been purchased.

➤ **CHALLENGES**

Capacity constraints: this involves lack of resources (financial and human) to roll out the service to the entire municipal area. Available plant and personnel are not enough to render the service for all areas. For the past two financial years the Municipality could not purchase plant and refuse bins due to budgetary constraints.

The two landfill sites available are not licensed since they don't comply with all legal requirements for a proper landfill site.

Lack of education on the part of members of the community on waste matters does not help the situation. Lot of littering occurs in the town of Senwabarwana around the CBD mainly because much business activities are taking place there.

➤ **INTERVENTIONS**

Blouberg Municipality renders the refuse removal service in 11 settlements with the, households serviced standing at 11 549. The backlog is 24 139. Challenges are funding for roll out of the refuse service to all settlements.

The Environmental Management Plan (EMP) is partially implemented; the Solid waste and refuse removal by laws are not fully implemented due to capacity challenges that are currently being ironed out. Intergrated Waste Management Plan is currently under review. The neighborhood funding from the National Treasury earmarked for urban renewal shall come in handy to address some of the waste management challenges encountered.

The Municipality will be rolling out the function to a number of settlements with the recruitment of hundred (100) general workers who were employed from the 2011\12 financial year. The programme will be augmented by the integration of EPWP and Community Works Programme. Such general workers will be used to clean settlements, roads, cemeteries and any other work identified by members of the community.

4. WATER

Water is a basic need to communities. It is important that the water that is provided to communities is good quality and suitable for human consumption, and also suitable for good hygiene practices, noting that without water there is no hygiene. Blouberg Municipality together with Capricorn district Municipality , they working together to give community quality of drinking water and waste water management as per MFMA Circular 51 and 55.

➤ **STATUS QUO**

Blouberg Municipality serves as a Water Services Provider (WSP) responsible for the function of operations and maintenance for the water infrastructure with a budget allocated from the Water Services Authority (WSA) being the Capricorn District Municipality (CDM).

CDM has established its own Blouberg Satellite Office, which has a manager also working with local municipal staff. The District has, further, seconded its staff to the Blouberg Satellite Office to work on the operations and Maintenance of the water infrastructure, most of who have been transferred from the Department of Water Affairs in the year 2007. The Satellite office has five (5) Maintenance Camps responsible for the maintenance of the five (5) Regional Water Schemes that are in the Blouberg municipal Area.

CDM as the WSA implements water projects on the local municipality's behalf. Currently 87% of the households within the Blouberg municipal area have access to water at the level of RDP standard, with only a backlog of 13%. Other Water projects are to be implemented in the future financial years, as prioritized by CDM but in consultation with the Municipality. Some of these projects will focus on the refurbishment of some of the old Infrastructure currently hindering good supply of water to communities.

The main sources of water are boreholes, which are not completely sustainable as some even dry out over time. Most of the equipment for the boreholes has now aged and therefore break easily. The aquifers are affected when boreholes are over-pumped and not given a chance to rest.

Where there are water challenges and breakdowns, water is supplied with Water Tankers.

➤ **CHALLENGES**

The climate conditions and insufficient underground water sources pose a challenge to the availability and sustainability of water supply to the municipal area.

There are capacity challenges with regard to shortage of staff e.g. pump operators, water tanker drivers, plant operators, general foremen and scheme managers, etc. This is further compounded by lack of resources such as excavators, water tankers, TLBs, crane truck, etc. Insufficient allocation of the budget for the operations and maintenance of the water infrastructure by CDM does not do the area any good to fulfill its Constitutional mandate of providing the basic supply of water.

Other human factors also pose a challenge to the sustainability of providing the service to the community. Such includes theft of diesel engines, electrical cables, transformers and electric motors. Vandalism of Water infrastructure and Illegal connections on the main water supply pipelines (rising mains) is also a challenge. Unfinished projects (Limited scope of work due to budget constraints) are other human factors that deny communities access to adequate potable water supply.

➤ INTERVENTIONS

The WSA has to allocate sufficient funds to enable the WSP to perform proper maintenance on the water infrastructure, to attend to breakdowns within a reasonable turnaround time and thereby provide adequate water to communities. Further on, resources and personnel responsible for operations and maintenance must also be increased.

Improved cost recovery strategies have to be in place in order to sustain provision of water and/or water supply to communities.

There is a need to augment water supply from other sources such as the Glen-Alpine Dam. The WSA has indicated that there are positive prospects of securing supply from the Glen-Alpine Dam as feasibility study was done by the Department of Water Affairs (DWA), also aiming at securing a licence transfer from agricultural to domestic use for the source. The bulk capacity at areas already supplied to RDP standard will be increased should the project be successful. Another source of supply is the Glenfirness (Blouberg) Dam, which already has infrastructure that needs to be upgraded as it has now aged. The Glenfirness (Blouberg) Dam previously supplied water to a reasonable portion of the Blouberg municipal area. Refurbishment and/ or replacement of such old infrastructure can augment supply to communities.

There is a need for the enforcement of service level agreements (contracts) that CDM has with its service providers for the implementation of water projects in order to ensure successful completion of the projects.

The municipality should endeavor to comply with the green drop standard.

The water catchment facilities should be constructed in almost all areas where there are mountains as lot of water is being wasted. The resuscitation of existing catchment areas should be prioritized taking into account that programmes such as Community Works Programme and EPWP staff be used alongside municipal officials and available equipment. This will be in line with the municipal vision of turning prevailing challenges into opportunities for growth and development...as the benefits will be two fold. The first benefit is that unguided and destructive surface run-off will be contained and the second benefit is that the contained water in the catchment areas will be put into good use for both agricultural and tourism beneficiation and the boost to the local community will be immense.

The separate drinking facilities should be constructed solely for animal drinking to curb the practice of people sharing water with animals. The Department of Agriculture should be roped in to play a meaningful role in this regard.

5. SANITATION

➤ STATUS QUO

March 2012

Sanitation provision is the function of the district municipality and the annual provision is made in the budget. There is a huge backlog in the provision of the service in Blouberg Municipality mainly because of budgetary constraints. There are two types of the sanitation services provided to the communities in the Municipality namely; dry sanitation (VIP toilets) and the waterborne sewerage. The VIP toilets are provided in the rural communities and sewerage services provided in the towns such as Senwabarwana and Alldays; and will soon be provided in the new settlement at Tolwe.

VIP Toilets projects have been previously completed in sixty six (66) settlements within the Municipality. The current backlog is currently approximately 65%.

➤ CHALLENGES

The current percentage of the backlog for sanitation is high. There are budgetary constraints with regard to the provision of the service to cover the whole municipal area. There is always a challenge of water borne disease outbreak particularly in areas where the water table is high.

The other challenge is with regard to substandard VIP structures constructed that are not lined from underground. Most of the previously constructed VIP toilet units have full pits, but cannot be emptied due to lack of resources.

There is also shortage of maintenance personnel for sewer treatment works/ waterborne sewer (1 x Sewerage maintenance Camp at Helen Franz responsible for Senwabarwana and Alldays)

➤ INTERVENTIONS

The district municipality has increased the sanitation budget for 2011/2012 and 2012/13 financial years. The Municipality has resolved to prioritise the service for the areas with high water table such as Ga – Mamadi (Taaibosch), Eldorado, Innes and Slaaphoek. There is also provision from the Department of Human Settlements for rural areas VIP toilets. A major challenge is the growing settlements that put huge demand of the service.

There has been an intervention from the Department of Human Settlements to assist the Municipality with the eradication of sanitation backlog by initiating a Rural Household Sanitation Programme, whereby R26,5 million has been allocated to the Municipality over three (3) financial years (2010/11 to 2012/13). The Municipality has prioritized three (3) Villages, namely; Witten, Ga - Mamadi and Eldorado

6. FINANCIAL SUSTAINABILITY

Municipalities were designed with the objective of providing services to their communities in a sustainable manner. To attain all objectives of local government as outlined in the Constitution there is a need for adequate resources. Most of the resources required for local government to fulfill its developmental mandate require that a Municipality be financially viable and

sustainable. The municipality must be able to raise all potential revenue from available sources and must at the same time manage its financial matters to ensure there is sustainability.

➤ **STATUS QUO**

Blouberg Municipality has the Budget and Treasury Department with four Divisions available to manage and render the finance service. The Divisions are Income, Expenditure, Assets and Supply Chain and Budget. Sources of revenue for the Municipality are external (grants and subsidies from the national, provincial and district spheres of government) and internal (own revenue sources). Key external sources include equitable share, municipal infrastructure grant, integrated electrification grant, and financial management grant. Key internal sources of revenue include property rates, development fund, electricity charges, traffic collections and sale of sites. The operation Clean Audit 2014 project is still alive as there are matters that must be addressed. We shall strive to attain the clean audit before the stipulated date as we were encouraged by the qualified opinion we received in the past two years.

➤ **CHALLENGES**

Blouberg Municipality, being rural in nature, has challenges of a small revenue base. Because of the high level of indigence and unemployment rate most of the municipal residents are unable to afford payments of municipal services, rates and taxes.

There is also a culture of non-payment by municipal residents and this is mostly prevalent in the town of Senwabarwana. As a result of this culture there is a high level of indebtedness and bad debts that have a bearing on the capacity of the Municipality to raise the much needed revenue and sustain itself financially.

➤ **INTERVENTIONS**

The Municipality has developed and adopted finance policies in line with the requirements of the Municipal Finance Management Act. These include Budget ; Supply Chain Management; Assets Management; Investments; Tariffs; Assessment Rates; Debt Management and Credit Control; Rates; and Indigents.

Because of challenges alluded to above a financial turnaround strategy was prepared and included in the Municipality's Turn Around Strategy (MTAS).

This financial turnaround strategy entails, amongst other things, the following:

Staffing and capacitating the Municipality senior management, senior councilors and staff in the Budget and Treasury Department by enrolling them for the Certificate Programme in Financial Management with the Universities of Witwatersrand and Northwest.

Maximizing revenue generation and radically reducing municipal financial costs (Costs-down value-up approach)

A rigorous analysis enabling a response to key challenges;

Ensuring that the Municipality sustains a path to long-term financial health;

Being sensitive to the poor, in order to ensure affordability to all classes of households;

Producing a fiscally sustainable spending pattern;

Integrating and improving all financial IT systems. IT back-up systems must be made available to ensure the continuous operation of the IT system and the prevention of the unnecessary loss of data.

Ensuring that service delivery and development agenda of the Municipality remain intact with the Municipality focusing on financial stabilization, alternative funding, long-term capital planning and competitive tariffs to support sustainability.

To further attain a healthy financial status of the Municipality it is imperative for the Council to broaden the revenue and tax base. To implement credit and debt management policies fully and recoup all monies. The appointment of field cashiers for all wards as a pilot project has been initiated to assist with the registration of indigent, attending to and referring general enquiries to the relevant offices, collection of money due to the municipality.

1.7 ANNUAL BUDGET TABLES

LIM351 Blouberg - Table A1 Budget Summary

| Description | 2008/9 | 2009/10 | 2010/11 | Current Year 2011/12 | | | | 2012/13 Medium Term Revenue & Expenditure Framework | | |
|--|-----------------|-----------------|-----------------|----------------------|-----------------|--------------------|-------------------|---|------------------------|------------------------|
| R thousands | Audited Outcome | Audited Outcome | Audited Outcome | Original Budget | Adjusted Budget | Full Year Forecast | Pre-audit outcome | Budget Year 2012/13 | Budget Year +1 2013/14 | Budget Year +2 2014/15 |
| Financial Performance | | | | | | | | | | |
| Property rates | 5,370 | 7,591 | 6,753 | 10,272 | 8,572 | 8,572 | 7,672 | 11,100 | 11,655 | 12,238 |
| Service charges | 3,569 | 7,088 | 8,436 | 9,975 | 12,829 | 12,829 | 5,279 | 12,873 | 13,517 | 14,193 |
| Investment revenue | 973 | 631 | 353 | 450 | 850 | 850 | 511 | 500 | 525 | 551 |
| Transfers recognised – operational | 37,996 | 51,236 | 87,715 | 84,580 | 84,703 | 84,703 | 81,315 | 96,631 | 102,938 | 106,069 |
| Other own revenue | 5,961 | 13,939 | 7,335 | 13,941 | 13,437 | 13,437 | 5,399 | 9,472 | 8,166 | 11,309 |
| Total Revenue (excluding capital transfers and contributions) | 53,869 | 80,484 | 110,593 | 119,218 | 120,390 | 120,390 | 100,176 | 130,576 | 136,801 | 144,360 |
| Employee costs | 31,893 | 32,883 | 39,329 | 49,611 | 43,801 | 43,801 | 20,138 | 58,887 | 62,909 | 67,889 |
| Remuneration of councilors | 6,489 | 7,168 | 7,023 | 11,043 | 11,043 | 11,043 | 4,069 | 10,273 | 11,301 | 12,431 |
| Depreciation & asset impairment | 6,511 | 7,665 | 9,302 | 600 | 600 | 600 | – | 636 | 681 | 735 |
| Finance charges | 279 | 220 | – | – | – | – | – | – | – | – |
| Materials and bulk purchases | 8,346 | 9,069 | 10,575 | 15,087 | 17,177 | 17,177 | 7,844 | 18,481 | 20,192 | 18,909 |
| Transfers and grants | – | – | – | – | – | – | – | – | – | – |
| Other expenditure | 21,971 | 33,862 | 26,355 | 31,452 | 30,565 | 30,265 | 22,337 | 36,263 | 36,997 | 42,893 |
| Total Expenditure | 75,489 | 90,867 | 92,584 | 107,793 | 103,186 | 102,886 | 54,388 | 124,540 | 132,078 | 142,857 |
| Surplus/(Deficit) | (21,620) | (10,383) | 18,009 | 11,425 | 17,204 | 17,504 | 45,788 | 6,036 | 4,723 | 1,502 |
| Transfers recognised – capital | 23,794 | 30,067 | – | 28,330 | 32,325 | 32,325 | 14,830 | 34,904 | 37,100 | 39,485 |
| Contributions recognised - capital & contributed assets | – | – | – | – | – | – | – | – | – | – |
| Surplus/(Deficit) after capital transfers & contributions | 2,174 | 19,684 | 18,009 | 39,755 | 49,529 | 49,829 | 60,618 | 40,940 | 41,823 | 40,987 |

| | | | | | | | | | | |
|---|---------|---------|----------|----------|----------|----------|----------|----------|----------|----------|
| Share of surplus/ (deficit) of associate | - | - | - | - | - | - | - | - | - | - |
| Surplus/(Deficit) for the year | 2,174 | 19,684 | 18,009 | 39,755 | 49,529 | 49,829 | 60,618 | 40,940 | 41,823 | 40,987 |
| <u>Capital expenditure & funds sources</u> | | | | | | | | | | |
| Capital expenditure | 15,387 | 22,463 | 25,077 | 39,755 | 49,895 | 49,895 | 20,883 | 40,950 | 44,213 | 49,464 |
| Transfers recognised – capital | 14,067 | 13,838 | 20,632 | 28,330 | 44,661 | 44,661 | 19,039 | 33,900 | 37,000 | 42,000 |
| Public contributions & donations | - | - | - | - | - | - | - | - | - | - |
| Borrowing | - | - | - | - | - | - | - | - | - | - |
| Internally generated funds | 1,321 | 8,625 | 4,444 | 11,425 | 5,234 | 5,234 | 1,843 | 7,050 | 7,213 | 7,464 |
| Total sources of capital funds | 15,387 | 22,463 | 25,077 | 39,755 | 49,895 | 49,895 | 20,883 | 40,950 | 44,213 | 49,464 |
| <u>Financial position</u> | | | | | | | | | | |
| Total current assets | 8,810 | 11,831 | 6,639 | 11,639 | 14,620 | 14,620 | - | 20,954 | 5,513 | 5,788 |
| Total non current assets | 2,909 | 26,099 | - | 39,755 | 49,895 | 49,895 | 20,883 | 40,950 | 44,213 | 49,464 |
| Total current liabilities | 12,114 | 16,722 | 18,707 | 18,707 | 13,000 | 13,000 | - | 10,000 | 4,000 | 3,000 |
| Total non current liabilities | - | - | - | - | - | - | - | - | - | - |
| Community wealth/Equity | 102,651 | 83,089 | 83,622 | 83,692 | 83,692 | 83,692 | 20,883 | 40,950 | 44,213 | 49,464 |
| <u>Cash flows</u> | | | | | | | | | | |
| Net cash from (used) operating | (2,540) | 58,461 | 17,978 | 39,755 | 49,829 | 49,829 | 46,862 | 40,940 | 41,821 | 40,988 |
| Net cash from (used) investing | - | - | - | (39,755) | (49,895) | (49,895) | (20,883) | (40,950) | (44,213) | (49,464) |
| Net cash from (used) financing | - | - | - | - | - | - | - | - | - | - |
| Cash/cash equivalents at the year end | (558) | 57,903 | 75,881 | 2,473 | 2,407 | 2,407 | 28,453 | 16,691 | 14,299 | 5,823 |
| <u>Cash backing/surplus reconciliation</u> | | | | | | | | | | |
| Cash and investments available | 5,755 | 6,944 | 6,639 | 6,639 | 9,620 | 9,620 | - | 15,704 | - | - |
| Application of cash and investments | 8,968 | 16,722 | 18,707 | 13,761 | 8,000 | 8,000 | - | 4,503 | (1,512) | (2,788) |
| Balance - surplus (shortfall) | (3,214) | (9,778) | (12,068) | (7,122) | 1,620 | 1,620 | - | 11,201 | 1,512 | 2,788 |
| <u>Asset management</u> | | | | | | | | | | |
| Asset register summary (WDV) | | | - | 39,755 | 49,895 | 49,895 | 40,950 | 40,950 | 44,213 | 49,464 |

| | | | | | | | | | | |
|--|--------|--------|-------|-------|-------|-------|-------|-------|-------|-------|
| | 15,387 | 22,463 | | | | | | | | |
| Depreciation & asset impairment | 6,511 | 7,665 | 9,302 | 600 | 600 | 600 | 636 | 636 | 681 | 735 |
| Renewal of Existing Assets | - | - | - | - | - | - | - | - | - | - |
| Repairs and Maintenance | 2,793 | 646 | 1,262 | 5,587 | 5,677 | 5,677 | 5,481 | 5,481 | 8,422 | 6,197 |
| <u>Free services</u> | | | | | | | | | | |
| Cost of Free Basic Services provided | 622 | 622 | 622 | 3,679 | 3,220 | 3,263 | 720 | 720 | 763 | 1,009 |
| Revenue cost of free services provided | 637 | 657 | 657 | 1,714 | 755 | 798 | 755 | 755 | 798 | 1,044 |
| <u>Households below minimum service level</u> | | | | | | | | | | |
| Water: | - | - | - | - | - | - | - | - | - | - |
| Sanitation/sewerage: | - | - | - | - | - | - | - | - | - | - |
| Energy: | - | - | - | - | - | - | - | - | - | - |
| Refuse: | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |

LIM351 Blouberg - Table A2 Budgeted Financial Performance (revenue and expenditure by standard classification)

| Standard Classification Description | Ref | 2008/9 | 2009/10 | 2010/11 | Current Year 2011/12 | | | 2012/13 Medium Term Revenue & Expenditure Framework | | |
|--|-----|-----------------|-----------------|-----------------|----------------------|-----------------|--------------------|---|------------------------|------------------------|
| | | Audited Outcome | Audited Outcome | Audited Outcome | Original Budget | Adjusted Budget | Full Year Forecast | Budget Year 2012/13 | Budget Year +1 2013/14 | Budget Year +2 2014/15 |
| R thousand | 1 | | | | | | | | | |
| Revenue – Standard | | | | | | | | | | |
| <i>Governance and administration</i> | | 47,832 | 70,980 | 94,498 | 93,331 | 92,330 | 92,330 | 106,574 | 112,232 | 115,498 |
| Executive and council | | – | – | – | – | – | – | – | – | – |
| Budget and treasury office | | 47,832 | 70,980 | 94,498 | 93,135 | 91,233 | 91,233 | 104,432 | 111,558 | 114,790 |
| Corporate services | | – | – | – | 196 | 1,097 | 1,097 | 2,142 | 674 | 708 |
| <i>Community and public safety</i> | | 2,468 | 2,416 | 2,940 | 3,596 | 6,491 | 6,491 | 5,349 | 4,572 | 4,797 |
| Community and social services | | – | – | – | – | – | – | 1,000 | – | – |
| Sport and recreation | | – | – | – | – | – | – | – | – | – |
| Public safety | | 2,468 | 2,416 | 2,940 | 3,596 | 6,491 | 6,491 | 4,349 | 4,572 | 4,797 |
| Housing | | – | – | – | – | – | – | – | – | – |
| Health | | – | – | – | – | – | – | – | – | – |
| <i>Economic and environmental services</i> | | 11,176 | 18,728 | 2,897 | 32,859 | 31,049 | 31,049 | 33,484 | 35,369 | 40,135 |
| Planning and development | | – | – | 2,897 | 7,382 | 5,572 | 5,572 | 2,580 | 2,769 | 5,650 |
| Road transport | | 11,176 | 18,728 | – | 25,477 | 25,477 | 25,477 | 30,904 | 32,600 | 34,485 |
| Environmental protection | | – | – | – | – | – | – | – | – | – |
| <i>Trading services</i> | | 16,187 | 18,427 | 10,258 | 17,763 | 22,846 | 22,846 | 20,073 | 21,728 | 23,416 |
| Electricity | | 15,963 | 18,215 | 10,258 | 12,115 | 18,093 | 18,093 | 15,829 | 16,920 | 18,041 |
| Water | | – | – | – | 4,769 | 3,874 | 3,874 | 3,467 | 3,990 | 4,514 |
| Waste water management | | – | – | – | 439 | 439 | 439 | 410 | 430 | 452 |
| Waste management | | 224 | 213 | – | 440 | 440 | 440 | 368 | 387 | 408 |
| <i>Other</i> | 4 | – | – | – | – | – | – | – | – | – |
| Total Revenue – Standard | 2 | 77,663 | 110,551 | 110,593 | 147,548 | 152,716 | 152,716 | 165,480 | 173,901 | 183,845 |
| Expenditure – Standard | - | | | | | | | | | |
| <i>Governance and administration</i> | | 52,238 | 52,443 | 55,480 | 57,740 | 53,842 | 53,542 | 67,332 | 68,879 | 77,737 |
| Executive and council | | 5,004 | 15,385 | 4,743 | 24,370 | 21,437 | 21,137 | 25,644 | 28,299 | 33,289 |
| Budget and treasury office | | 24,541 | 22,714 | 22,554 | 12,989 | 11,807 | 11,807 | 16,719 | 11,872 | 14,731 |
| Corporate services | | 22,693 | 14,345 | 28,183 | 20,382 | 20,598 | 20,598 | 24,969 | 28,708 | 29,718 |
| <i>Community and public safety</i> | | 7,462 | 9,403 | 9,305 | 14,000 | 12,317 | 12,317 | 18,221 | 20,036 | 21,897 |
| Community and social services | | 4,175 | 9,403 | 9,305 | 8,028 | 7,525 | 7,525 | 11,017 | 12,618 | 13,946 |
| Sport and recreation | | – | – | – | – | – | – | – | – | – |
| Public safety | | 3,287 | – | – | 5,972 | 4,792 | 4,792 | 7,203 | 7,418 | 7,952 |

| | | | | | | | | | | |
|--|---|----------------|---------------|---------------|----------------|----------------|----------------|----------------|----------------|----------------|
| Housing | | - | - | - | - | - | - | - | - | - |
| Health | | - | - | - | - | - | - | - | - | - |
| <i>Economic and environmental services</i> | | 14,417 | 14,183 | 7,654 | 16,213 | 14,165 | 14,165 | 16,616 | 20,612 | 18,955 |
| Planning and development | | 5,085 | 6,856 | 7,654 | 12,535 | 11,212 | 11,212 | 9,645 | 10,782 | 10,617 |
| Road transport | | 9,332 | 7,327 | - | 3,677 | 2,953 | 2,953 | 6,971 | 9,830 | 8,339 |
| Environmental protection | | - | - | - | - | - | - | - | - | - |
| <i>Trading services</i> | | 5,553 | 8,423 | 20,144 | 19,840 | 22,862 | 22,862 | 22,372 | 22,551 | 24,268 |
| Electricity | | 5,553 | 8,423 | 20,144 | 15,427 | 17,354 | 17,354 | 19,136 | 18,802 | 20,003 |
| Water | | - | - | - | 4,088 | 5,088 | 5,088 | 3,000 | 3,500 | 4,000 |
| Waste water management | | - | - | - | - | - | - | - | - | - |
| Waste management | | - | - | - | 326 | 421 | 421 | 236 | 250 | 265 |
| <i>Other</i> | 4 | - | - | - | - | - | - | - | - | - |
| Total Expenditure - Standard | 3 | 79,670 | 84,453 | 92,584 | 107,793 | 103,186 | 102,886 | 124,540 | 132,078 | 142,857 |
| Surplus/(Deficit) for the year | | (2,007) | 26,099 | 18,009 | 39,755 | 49,529 | 49,829 | 40,940 | 41,823 | 40,987 |

LIM351 Blouberg - Table A2 Budgeted Financial Performance (revenue and expenditure by standard classification)

| Standard Classification Description | Ref | 2008/9 | 2009/10 | 2010/11 | Current Year 2011/12 | | | 2012/13 Medium Term Revenue & Expenditure Framework | | |
|--|-----|-----------------|-----------------|-----------------|----------------------|-----------------|--------------------|---|------------------------|------------------------|
| | | Audited Outcome | Audited Outcome | Audited Outcome | Original Budget | Adjusted Budget | Full Year Forecast | Budget Year 2012/13 | Budget Year +1 2013/14 | Budget Year +2 2014/15 |
| R thousand | 1 | | | | | | | | | |
| Revenue – Standard | | | | | | | | | | |
| <i>Municipal governance and administration</i> | | 47,832 | 70,980 | 94,498 | 93,331 | 92,330 | 92,330 | 106,574 | 112,232 | 115,498 |
| Executive and council | | - | - | - | - | - | - | - | - | - |
| <i>Mayor and Council</i> | | | | | | | | | | |
| <i>Municipal Manager</i> | | | | | | | | | | |
| Budget and treasury office | | 47,832 | 70,980 | 94,498 | 93,135 | 91,233 | 91,233 | 104,432 | 111,558 | 114,790 |
| Corporate services | | - | - | - | 196 | 1,097 | 1,097 | 2,142 | 674 | 708 |
| <i>Human Resources</i> | | | | | 196 | 1,097 | 1,097 | 2,142 | 674 | 708 |
| <i>Community and public safety</i> | | 2,468 | 2,416 | 2,940 | 3,596 | 6,491 | 6,491 | 5,349 | 4,572 | 4,797 |
| Community and social services | | - | - | - | - | - | - | 1,000 | - | - |
| <i>Libraries and Archives</i> | | | | | | | | | | |
| Public safety | | 2,468 | 2,416 | 2,940 | 3,596 | 6,491 | 6,491 | 4,349 | 4,572 | 4,797 |
| <i>Police</i> | | | | | | | | | | |
| <i>Fire</i> | | | | | | | | | | |
| <i>Civil Defence</i> | | | | | | | | | | |
| <i>Street Lighting</i> | | | | | | | | | | |
| <i>Other</i> | | 2,468 | 2,416 | 2,940 | 3,596 | 6,491 | 6,491 | 4,349 | 4,572 | 4,797 |
| Housing | | | | | | | | | | |
| <i>Economic and environmental services</i> | | 11,176 | 18,728 | 2,897 | 32,859 | 31,049 | 31,049 | 33,484 | 35,369 | 40,135 |
| Planning and development | | - | - | 2,897 | 7,382 | 5,572 | 5,572 | 2,580 | 2,769 | 5,650 |
| <i>Economic Development/Planning</i> | | | | 2,897 | 7,382 | 5,572 | 5,572 | 2,580 | 2,769 | 5,650 |
| <i>Town Planning/Building enforcement</i> | | | | | | | | | | |
| <i>Licensing & Regulation</i> | | | | | | | | | | |
| Road transport | | 11,176 | 18,728 | - | 25,477 | 25,477 | 25,477 | 30,904 | 32,600 | 34,485 |
| <i>Roads</i> | | 11,176 | 18,728 | | 25,477 | 25,477 | 25,477 | 30,904 | 32,600 | 34,485 |
| <i>Trading services</i> | | 16,187 | 18,427 | 10,258 | 17,763 | 22,846 | 22,846 | 20,073 | 21,728 | 23,416 |
| Electricity | | 15,963 | 18,215 | 10,258 | 12,115 | 18,093 | 18,093 | 15,829 | 16,920 | 18,041 |
| <i>Electricity Distribution</i> | | 15,963 | 18,215 | 10,258 | 12,115 | 18,093 | 18,093 | 15,829 | 16,920 | 18,041 |
| <i>Electricity Generation</i> | | | | | | | | | | |
| Water | | - | - | - | 4,769 | 3,874 | 3,874 | 3,467 | 3,990 | 4,514 |
| <i>Water Distribution</i> | | | | | 4,769 | 3,874 | 3,874 | 3,467 | 3,990 | 4,514 |
| <i>Water Storage</i> | | | | | | | | | | |
| Waste water management | | - | - | - | 439 | 439 | 439 | 410 | 430 | 452 |

| | | | | | | | | | | |
|---|-----|--------|---------|---------|---------|---------|---------|---------|---------|---------|
| Sewerage | | | | 439 | 439 | 439 | 410 | 430 | 452 | |
| Waste management | 224 | 213 | - | 440 | 440 | 440 | 368 | 387 | 408 | |
| Solid Waste | 224 | 213 | | 440 | 440 | 440 | 368 | 387 | 408 | |
| Total Revenue – Standard | 2 | 77,663 | 110,551 | 110,593 | 147,548 | 152,716 | 152,716 | 165,480 | 173,901 | 183,845 |
| Expenditure – Standard | - | | | | | | | | | |
| Municipal governance and administration | - | 52,238 | 52,443 | 55,480 | 57,740 | 53,842 | 53,542 | 67,332 | 68,879 | 77,737 |
| Executive and council | - | 5,004 | 15,385 | 4,743 | 24,370 | 21,437 | 21,137 | 25,644 | 28,299 | 33,289 |
| Mayor and Council | - | | | | 17,235 | 16,402 | 16,102 | 14,775 | 16,150 | 20,437 |
| Municipal Manager | - | 5,004 | 15,385 | 4,743 | 7,135 | 5,035 | 5,035 | 10,869 | 12,149 | 12,852 |
| Budget and treasury office | - | 24,541 | 22,714 | 22,554 | 12,989 | 11,807 | 11,807 | 16,719 | 11,872 | 14,731 |
| Corporate services | - | 22,693 | 14,345 | 28,183 | 20,382 | 20,598 | 20,598 | 24,969 | 28,708 | 29,718 |
| Human Resources | - | 22,693 | 14,345 | 28,183 | 20,382 | 20,598 | 20,598 | 24,969 | 28,708 | 29,718 |
| Community and public safety | - | 7,462 | 9,403 | 9,305 | 14,000 | 12,317 | 12,317 | 18,221 | 20,036 | 21,897 |
| Community and social services | - | 4,175 | 9,403 | 9,305 | 8,028 | 7,525 | 7,525 | 11,017 | 12,618 | 13,946 |
| Libraries and Archives | - | | | | | | | | | |
| Museums & Art Galleries etc | - | | | | | | | | | |
| Other Community | - | 4,175 | 9,403 | 9,305 | 8,028 | 7,525 | 7,525 | 11,017 | 12,618 | 13,946 |
| Other Social | - | | | | | | | | | |
| Public safety | - | 3,287 | - | - | 5,972 | 4,792 | 4,792 | 7,203 | 7,418 | 7,952 |
| Other | - | 3,287 | | | 5,972 | 4,792 | 4,792 | 7,203 | 7,418 | 7,952 |
| Housing | - | | | | | | | | | |
| Economic and environmental services | - | 14,417 | 14,183 | 7,654 | 16,213 | 14,165 | 14,165 | 16,616 | 20,612 | 18,955 |
| Planning and development | - | 5,085 | 6,856 | 7,654 | 12,535 | 11,212 | 11,212 | 9,645 | 10,782 | 10,617 |
| Economic Development/Planning | - | 5,085 | 6,856 | 7,654 | 12,535 | 11,212 | 11,212 | 9,645 | 10,782 | 10,617 |
| Town Planning/Building enforcement | - | | | | | | | | | |
| Licensing & Regulation | - | | | | | | | | | |
| Road transport | - | 9,332 | 7,327 | - | 3,677 | 2,953 | 2,953 | 6,971 | 9,830 | 8,339 |
| Roads | - | 9,332 | 7,327 | | 3,677 | 2,953 | 2,953 | 6,971 | 9,830 | 8,339 |
| Environmental protection | - | - | - | - | - | - | - | - | - | - |
| Trading services | - | 5,553 | 8,423 | 20,144 | 19,840 | 22,862 | 22,862 | 22,372 | 22,551 | 24,268 |
| Electricity | - | 5,553 | 8,423 | 20,144 | 15,427 | 17,354 | 17,354 | 19,136 | 18,802 | 20,003 |
| Electricity Distribution | - | 5,553 | 8,423 | 20,144 | 15,427 | 17,354 | 17,354 | 19,136 | 18,802 | 20,003 |
| Electricity Generation | - | | | | | | | | | |
| Water | - | - | - | - | 4,088 | 5,088 | 5,088 | 3,000 | 3,500 | 4,000 |
| Water Distribution | - | | | | 4,088 | 5,088 | 5,088 | 3,000 | 3,500 | 4,000 |
| Water Storage | - | | | | | | | | | |
| Waste water management | - | - | - | - | - | - | - | - | - | - |
| Sewerage | - | | | | | | | | | |

| | | | | | | | | | | |
|---------------------------------------|---|---------|--------|--------|---------|---------|---------|---------|---------|---------|
| <i>Storm Water Management</i> | - | | | | | | | | | |
| <i>Public Toilets</i> | - | | | | | | | | | |
| Waste management | - | - | - | 326 | 421 | 421 | 236 | 250 | 265 | |
| <i>Solid Waste</i> | | | | 326 | 421 | 421 | 236 | 250 | 265 | |
| <i>Other</i> | | - | - | - | - | - | - | - | - | |
| Air Transport | | | | | | | | | | |
| Abattoirs | | | | | | | | | | |
| Tourism | | | | | | | | | | |
| Forestry | | | | | | | | | | |
| Markets | | | | | | | | | | |
| Total Expenditure - Standard | 3 | 79,670 | 84,453 | 92,584 | 107,793 | 103,186 | 102,886 | 124,540 | 132,078 | 142,857 |
| Surplus/(Deficit) for the year | | (2,007) | 26,099 | 18,009 | 39,755 | 49,529 | 49,829 | 40,940 | 41,823 | 40,987 |

LIM351 Blouberg - Table A3 Budgeted Financial Performance (revenue and expenditure by municipal vote)

| Vote Description | Ref | 2008/9 | 2009/10 | 2010/11 | Current Year 2011/12 | | | 2012/13 Medium Term Revenue & Expenditure Framework | | |
|--|-----|-----------------|-----------------|-----------------|----------------------|-----------------|--------------------|---|------------------------|------------------------|
| | | Audited Outcome | Audited Outcome | Audited Outcome | Original Budget | Adjusted Budget | Full Year Forecast | Budget Year 2012/13 | Budget Year +1 2013/14 | Budget Year +2 2014/15 |
| R thousand | | | | | | | | | | |
| <u>Revenue by Vote</u> | 1 | | | | | | | | | |
| Vote 1 - Mayor and council | | - | - | - | - | - | - | - | - | - |
| Vote 2 - Budget and Treasury | | 47,832 | 70,980 | 94,498 | 93,135 | 91,233 | 91,233 | 104,432 | 111,558 | 114,790 |
| Vote 3 - Corporate services | | - | - | - | 196 | 1,097 | 1,097 | 2,142 | 674 | 708 |
| Vote 4 - Community Services | | - | - | - | - | - | - | 1,000 | - | - |
| Vote 5 - Refuse And Parks | | 224 | 213 | - | 440 | 440 | 440 | 368 | 387 | 408 |
| Vote 6 - Traffic Services | | 2,468 | 2,416 | 2,940 | 3,596 | 6,491 | 6,491 | 4,349 | 4,572 | 4,797 |
| Vote 7 - Electricity | | 15,963 | 18,215 | 10,258 | 12,115 | 18,093 | 18,093 | 15,829 | 16,920 | 18,041 |
| Vote 8 - Water And Sanitation | | - | - | - | 5,208 | 4,313 | 4,313 | 3,876 | 4,420 | 4,966 |
| Vote 9 - Roads | | 11,176 | 18,728 | - | 25,477 | 25,477 | 25,477 | 30,904 | 32,600 | 34,485 |
| Vote 10 - Economic Development And Planning | | - | - | 2,897 | 7,382 | 5,572 | 5,572 | 2,580 | 2,769 | 5,650 |
| Total Revenue by Vote | 2 | 77,663 | 110,551 | 110,593 | 147,548 | 152,716 | 152,716 | 165,480 | 173,901 | 183,845 |
| <u>Expenditure by Vote to be appropriated</u> | 1 | | | | | | | | | |
| Vote 1 - Mayor and council | | 5,004 | 15,385 | 4,743 | 24,370 | 21,437 | 21,137 | 25,644 | 28,299 | 33,289 |
| Vote 2 - Budget and Treasury | | 24,541 | 22,714 | 22,554 | 12,989 | 11,807 | 11,807 | 16,719 | 11,872 | 14,731 |

| | | | | | | | | | | |
|---|----------|---------------|---------------|---------------|----------------|----------------|----------------|----------------|----------------|----------------|
| Vote 3 - Corporate services | | 17,547 | 14,345 | 28,183 | 20,382 | 20,598 | 20,598 | 24,969 | 28,708 | 29,718 |
| Vote 4 - Community Services | | 7,692 | 9,403 | 9,305 | 8,028 | 7,525 | 7,525 | 11,017 | 12,618 | 13,946 |
| Vote 5 - Refuse And Parks | | - | - | - | 326 | 421 | 421 | 236 | 250 | 265 |
| Vote 6 - Traffic Services | | - | - | - | 5,972 | 4,792 | 4,792 | 7,203 | 7,418 | 7,952 |
| Vote 7 - Electricity | | 5,085 | 6,856 | 20,144 | 12,535 | 11,212 | 11,212 | 19,136 | 18,802 | 20,003 |
| Vote 8 - Water And Sanitation | | - | - | - | 4,088 | 5,088 | 5,088 | 3,000 | 3,500 | 4,000 |
| Vote 9 - Roads | | 9,332 | 7,327 | - | 3,677 | 2,953 | 2,953 | 6,971 | 9,830 | 8,339 |
| Vote 10 - Economic Development And Planning | | 5,553 | 8,423 | 7,654 | 15,427 | 17,354 | 17,354 | 9,645 | 10,782 | 10,617 |
| Total Expenditure by Vote | 2 | 74,754 | 84,453 | 92,584 | 107,793 | 103,186 | 102,886 | 124,540 | 132,078 | 142,857 |
| Surplus/(Deficit) for the year | 2 | 2,909 | 26,099 | 18,009 | 39,755 | 49,529 | 49,829 | 40,940 | 41,823 | 40,987 |

LIM351 Blouberg - Table A3 Budgeted Financial Performance (revenue and expenditure by municipal vote)A

| Vote Description | Ref | 2008/9 | 2009/10 | 2010/11 | Current Year 2011/12 | | | 2012/13 Medium Term Revenue & Expenditure Framework | | |
|-------------------------------------|----------|-----------------|-----------------|-----------------|----------------------|-----------------|--------------------|---|------------------------|------------------------|
| | | Audited Outcome | Audited Outcome | Audited Outcome | Original Budget | Adjusted Budget | Full Year Forecast | Budget Year 2012/13 | Budget Year +1 2013/14 | Budget Year +2 2014/15 |
| R thousand | | | | | | | | | | |
| Revenue by Vote | 1 | | | | | | | | | |
| Vote 1 - Mayor and council | | - | - | - | - | - | - | - | - | - |
| 1.1 - Council | | | | | | | | | | |
| 1.2 - Municipal manager | | | | | | | | | | |
| Vote 2 - Budget and Treasury | | 47,832 | 70,980 | 94,498 | 93,135 | 91,233 | 91,233 | 104,432 | 111,558 | 114,790 |
| 2.1 - Budget and Treasury | | 47,832 | 70,980 | 94,498 | 93,135 | 91,233 | 91,233 | 104,432 | 111,558 | 114,790 |
| Vote 3 - Corporate services | | - | - | - | 196 | 1,097 | 1,097 | 2,142 | 674 | 708 |
| 3.1 - Human Resources | | | | | 196 | 1,097 | 1,097 | 2,142 | 674 | 708 |
| Vote 4 - Community Services | | - | - | - | - | - | - | 1,000 | - | - |
| 4.1 - Community And Social Services | | | | | | | | 1,000 | | |
| Vote 5 - Refuse And Parks | | 224 | 213 | - | 440 | 440 | 440 | 368 | 387 | 408 |

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| | | | | | | | | | | |
|--|---|--------|---------|---------|---------|---------|---------|---------|---------|---------|
| 5.1 - Solid Waste | | 224 | 213 | | 440 | 440 | 440 | 368 | 387 | 408 |
| Vote 6 - Traffic Services | | 2,468 | 2,416 | 2,940 | 3,596 | 6,491 | 6,491 | 4,349 | 4,572 | 4,797 |
| 6.1 - Public Safety | | 2,468 | 2,416 | 2,940 | 3,596 | 6,491 | 6,491 | 4,349 | 4,572 | 4,797 |
| Vote 7 - Electricity | | 15,963 | 18,215 | 10,258 | 12,115 | 18,093 | 18,093 | 15,829 | 16,920 | 18,041 |
| 7.1 - Electricity Distribution | | 15,963 | 18,215 | 10,258 | 12,115 | 18,093 | 18,093 | 15,829 | 16,920 | 18,041 |
| 7.2 - Electricity Generation | | | | | | | | | | |
| Vote 8 - Water And Sanitation | | - | - | - | 5,208 | 4,313 | 4,313 | 3,876 | 4,420 | 4,966 |
| 8.1 - Water Distribution | | | | | 4,769 | 3,874 | 3,874 | 3,467 | 3,990 | 4,514 |
| 8.2 - Sewerage | | | | | 439 | 439 | 439 | 410 | 430 | 452 |
| Vote 9 - Roads | | 11,176 | 18,728 | - | 25,477 | 25,477 | 25,477 | 30,904 | 32,600 | 34,485 |
| 9.1 - Roads And Stormwater | | 11,176 | 18,728 | | 25,477 | 25,477 | 25,477 | 30,904 | 32,600 | 34,485 |
| Vote 10 - Economic Development And Planning | | - | - | 2,897 | 7,382 | 5,572 | 5,572 | 2,580 | 2,769 | 5,650 |
| 10.1 - Economic Development And Planning | | | | 2,897 | 7,382 | 5,572 | 5,572 | 2,580 | 2,769 | 5,650 |
| | | | | | | | | | | |
| Total Revenue by Vote | 2 | 77,663 | 110,551 | 110,593 | 147,548 | 152,716 | 152,716 | 165,480 | 173,901 | 183,845 |
| <u>Expenditure by Vote</u> | 1 | | | | | | | | | |
| Vote 1 - Mayor and council | | 5,004 | 15,385 | 4,743 | 24,370 | 21,437 | 21,137 | 25,644 | 28,299 | 33,289 |
| 1.1 - Council | | | | | 17,235 | 16,402 | 16,102 | 14,775 | 16,150 | 20,437 |
| 1.2 - Municipal manager | | 5,004 | 15,385 | 4,743 | 7,135 | 5,035 | 5,035 | 10,869 | 12,149 | 12,852 |
| Vote 2 - Budget and Treasury | | 24,541 | 22,714 | 22,554 | 12,989 | 11,807 | 11,807 | 16,719 | 11,872 | 14,731 |
| 2.1 - Budget and Treasury | | 24,541 | 22,714 | 22,554 | 12,989 | 11,807 | 11,807 | 16,719 | 11,872 | 14,731 |
| Vote 3 - Corporate services | | 17,547 | 14,345 | 28,183 | 20,382 | 20,598 | 20,598 | 24,969 | 28,708 | 29,718 |
| 3.1 - Human Resources | | 17,547 | 14,345 | 28,183 | 20,382 | 20,598 | 20,598 | 24,969 | 28,708 | 29,718 |
| Vote 4 - Community Services | | 7,692 | 9,403 | 9,305 | 8,028 | 7,525 | 7,525 | 11,017 | 12,618 | 13,946 |

| | | | | | | | | | | |
|--|---|--------|--------|--------|---------|---------|---------|---------|---------|---------|
| 4.1 - Community And Social Services | | 7,692 | 9,403 | 9,305 | 8,028 | 7,525 | 7,525 | 11,017 | 12,618 | 13,946 |
| Vote 5 - Refuse And Parks | | - | - | - | 326 | 421 | 421 | 236 | 250 | 265 |
| 5.1 - Solid Waste | | | | | 326 | 421 | 421 | 236 | 250 | 265 |
| Vote 6 - Traffic Services | | - | - | - | 5,972 | 4,792 | 4,792 | 7,203 | 7,418 | 7,952 |
| 6.1 - Public Safety | | | | | 5,972 | 4,792 | 4,792 | 7,203 | 7,418 | 7,952 |
| Vote 7 - Electricity | | 5,085 | 6,856 | 20,144 | 12,535 | 11,212 | 11,212 | 19,136 | 18,802 | 20,003 |
| 7.1 - Electricity Distribution | | 5,085 | 6,856 | 20,144 | 12,535 | 11,212 | 11,212 | 19,136 | 18,802 | 20,003 |
| Vote 8 - Water And Sanitation | | - | - | - | 4,088 | 5,088 | 5,088 | 3,000 | 3,500 | 4,000 |
| 8.1 - Water Distribution | | | | | 4,088 | 5,088 | 5,088 | 3,000 | 3,500 | 4,000 |
| 8.2 – Sewerage | | | | | | | | | | |
| Vote 9 – Roads | | 9,332 | 7,327 | - | 3,677 | 2,953 | 2,953 | 6,971 | 9,830 | 8,339 |
| 9.1 - Roads And Stormwater | | 9,332 | 7,327 | | 3,677 | 2,953 | 2,953 | 6,971 | 9,830 | 8,339 |
| Vote 10 - Economic Development And Planning | | 5,553 | 8,423 | 7,654 | 15,427 | 17,354 | 17,354 | 9,645 | 10,782 | 10,617 |
| 10.1 - Economic Development And Planning | | 5,553 | 8,423 | 7,654 | 15,427 | 17,354 | 17,354 | 9,645 | 10,782 | 10,617 |
| Total Expenditure by Vote | 2 | 74,754 | 84,453 | 92,584 | 107,793 | 103,186 | 102,886 | 124,540 | 132,078 | 142,857 |
| Surplus/(Deficit) for the year | 2 | 2,909 | 26,099 | 18,009 | 39,755 | 49,529 | 49,829 | 40,940 | 41,823 | 40,987 |

LIM351 Blouberg - Table A4 Budgeted Financial Performance (revenue and expenditure)

| Description | Ref | 2008/9 | 2009/10 | 2010/11 | Current Year 2011/12 | | | | 2012/13 Medium Term Revenue & Expenditure Framework | | |
|--------------------------|-----|-----------------|-----------------|-----------------|----------------------|-----------------|--------------------|-------------------|---|------------------------|------------------------|
| | | Audited Outcome | Audited Outcome | Audited Outcome | Original Budget | Adjusted Budget | Full Year Forecast | Pre-audit outcome | Budget Year 2012/13 | Budget Year +1 2013/14 | Budget Year +2 2014/15 |
| R thousand | 1 | | | | | | | | | | |
| Revenue By Source | | | | | | | | | | | |
| Property rates | 2 | 5,370 | 7,591 | 6,753 | 10,272 | 8,572 | 8,572 | 7,672 | 11,100 | 11,655 | 12,238 |

| | | | | | | | | | | | |
|--|------|-----------------|-----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| Property rates - penalties & collection charges | | | | | | | | | | | |
| Service charges - electricity revenue | 2 | 3,345 | 6,876 | 8,212 | 8,355 | 11,209 | 11,209 | 4,449 | 11,769 | 12,357 | 12,975 |
| Service charges - water revenue | 2 | - | - | - | 864 | 864 | 864 | 374 | 457 | 479 | 503 |
| Service charges - sanitation revenue | 2 | - | - | - | 439 | 439 | 439 | 286 | 410 | 430 | 452 |
| Service charges - refuse revenue | 2 | 224 | 213 | 224 | 318 | 318 | 318 | 170 | 238 | 250 | 262 |
| Service charges - other | | | | | | | | | | | |
| Rental of facilities and equipment | | 164 | 105 | 163 | 160 | 160 | 160 | 142 | 168 | 178 | 189 |
| Interest earned - external investments | | 973 | 631 | 353 | 450 | 850 | 850 | 511 | 500 | 525 | 551 |
| Interest earned - outstanding debtors | | - | 83 | 260 | 370 | 370 | 370 | 44 | 389 | 408 | 428 |
| Dividends received | | | - | | - | | | | | | |
| Fines | | 331 | 271 | 307 | 350 | 2,045 | 2,045 | 364 | 510 | 541 | 563 |
| Licences and permits | | 2,137 | 2,145 | 2,330 | 3,251 | 4,451 | 4,451 | 2,045 | 3,849 | 4,042 | 4,245 |
| Agency services | | | | | | | | | | | |
| Transfers recognised - operational | | 37,996 | 51,236 | 87,715 | 84,580 | 84,703 | 84,703 | 81,315 | 96,631 | 102,938 | 106,069 |
| Other revenue | 2 | 3,328 | 11,335 | 4,276 | 9,810 | 6,410 | 6,410 | 2,804 | 3,056 | 2,997 | 5,884 |
| Gains on disposal of PPE | | | | | | | | | 1,500 | - | - |
| Total Revenue (excluding capital transfers and contributions) | | 53,869 | 80,484 | 110,593 | 119,218 | 120,390 | 120,390 | 100,176 | 130,576 | 136,801 | 144,360 |
| Expenditure By Type | | | | | | | | | | | |
| Employee related costs | - | | | | | | | | | | |
| Remuneration of councillors | 2 | 31,893 | 32,883 | 39,329 | 49,611 | 43,801 | 43,801 | 20,138 | 58,887 | 62,909 | 67,889 |
| Debt impairment | | 6,489 | 7,168 | 7,023 | 11,043 | 11,043 | 11,043 | 4,069 | 10,273 | 11,301 | 12,431 |
| Depreciation & asset impairment | 3 | | 5,942 | 5,721 | | | | | | | |
| Finance charges | 2 | 6,511 | 7,665 | 9,302 | 600 | 600 | 600 | - | 636 | 681 | 735 |
| Bulk purchases | | 279 | 220 | - | | | | | | | |
| Other materials | 2 | 5,553 | 8,423 | 9,313 | 8,500 | 11,500 | 11,500 | 5,093 | 13,000 | 11,770 | 12,712 |
| Contracted services | 8 | 2,793 | 646 | 1,262 | 6,587 | 5,677 | 5,677 | 2,751 | 5,481 | 8,422 | 6,197 |
| Transfers and grants | | 547 | 1,051 | 1,165 | 1,600 | 1,600 | 1,600 | 700 | 1,696 | 1,815 | 1,960 |
| Other expenditure | | - | - | - | - | - | - | - | - | - | - |
| Loss on disposal of PPE | 4, 5 | 21,424 | 26,396 | 19,468 | 29,852 | 28,965 | 28,665 | 21,637 | 34,567 | 35,182 | 40,934 |
| Total Expenditure | | 75,489 | 90,867 | 92,584 | 107,793 | 103,186 | 102,886 | 54,388 | 124,540 | 132,078 | 142,857 |
| Surplus/(Deficit) | | (21,620) | (10,383) | 18,009 | 11,425 | 17,204 | 17,504 | 45,788 | 6,036 | 4,723 | 1,502 |
| Transfers recognised - capital | | 23,794 | 30,067 | | 28,330 | 32,325 | 32,325 | 14,830 | 34,904 | 37,100 | 39,485 |
| Contributions recognised - capital | 6 | - | - | - | - | - | - | - | - | - | - |

| | | | | | | | | | | | |
|---|---|-------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| Contributed assets | | | | | | | | | | | |
| Surplus/(Deficit) after capital transfers & contributions | | 2,174 | 19,684 | 18,009 | 39,755 | 49,529 | 49,829 | 60,618 | 40,940 | 41,823 | 40,987 |
| Taxation | | | | | | | | | | | |
| Surplus/(Deficit) after taxation | | 2,174 | 19,684 | 18,009 | 39,755 | 49,529 | 49,829 | 60,618 | 40,940 | 41,823 | 40,987 |
| Attributable to minorities | | | | | | | | | | | |
| Surplus/(Deficit) attributable to municipality | | 2,174 | 19,684 | 18,009 | 39,755 | 49,529 | 49,829 | 60,618 | 40,940 | 41,823 | 40,987 |
| Share of surplus/ (deficit) of associate | 7 | | | | | | | | | | |
| Surplus/(Deficit) for the year | | 2,174 | 19,684 | 18,009 | 39,755 | 49,529 | 49,829 | 60,618 | 40,940 | 41,823 | 40,987 |

LIM351 Blouberg - Table A5 Budgeted Capital Expenditure by vote, standard classification and funding

| Vote Description R thousand | Ref | 2008/9 | 2009/10 | 2010/11 | Current Year 2011/12 | | | | 2012/13 Medium Term Revenue & Expenditure Framework | | |
|--|-----|-----------------|-----------------|-----------------|----------------------|-----------------|--------------------|-------------------|---|------------------------|------------------------|
| | | Audited Outcome | Audited Outcome | Audited Outcome | Original Budget | Adjusted Budget | Full Year Forecast | Pre-audit outcome | Budget Year 2012/13 | Budget Year +1 2013/14 | Budget Year +2 2014/15 |
| <u>Capital expenditure – Vote</u> | | | | | | | | | | | |
| <u>Single-year expenditure to be appropriated</u> | 2 | | | | | | | | | | |
| Vote 1 - Mayor and council | | – | – | – | – | – | – | – | – | – | – |
| Vote 2 - Budget and Treasury | | – | – | – | 200 | 443 | 443 | – | – | – | – |
| Vote 3 - Corporate services | | 740 | 1,958 | 639 | 3,035 | 2,055 | 2,055 | 913 | 2,450 | 5,207 | 1,652 |
| Vote 4 - Community Services | | 581 | 6,667 | – | – | – | – | – | – | – | – |
| Vote 5 - Refuse And Parks | | – | – | 40 | 590 | 277 | 277 | 277 | 100 | 106 | 112 |
| Vote 6 - Traffic Services | | – | – | – | – | – | – | – | – | – | – |
| Vote 7 - Electricity | | 9,372 | 4,018 | 13,886 | 6,830 | 10,202 | 10,202 | 4,308 | 6,500 | 8,900 | 15,700 |
| Vote 8 - Water And Sanitation | | – | – | – | – | – | – | – | – | – | – |
| Vote 9 – Roads | | 4,695 | 9,820 | 10,495 | 28,600 | 36,673 | 36,673 | 15,129 | 31,900 | 30,000 | 32,000 |
| Vote 10 - Economic Development And Planning | | – | – | 16 | 500 | 245 | 245 | 255 | – | – | – |
| Capital single-year expenditure sub-total | | 15,387 | 22,463 | 25,077 | 39,755 | 49,895 | 49,895 | 20,883 | 40,950 | 44,213 | 49,464 |
| Total Capital Expenditure - Vote | | 15,387 | 22,463 | 25,077 | 39,755 | 49,895 | 49,895 | 20,883 | 40,950 | 44,213 | 49,464 |
| <u>Capital Expenditure - Standard</u> | | | | | | | | | | | |
| <u>Governance and administration</u> | | 740 | 1,958 | 639 | 3,235 | 2,498 | 2,498 | 913 | 2,450 | 5,207 | 1,652 |
| Executive and council | | | | – | 200 | 443 | 443 | | | | |
| Budget and treasury office | | | | – | – | – | – | | | | |
| Corporate services | | 740 | 1,958 | 639 | 3,035 | 2,055 | 2,055 | 913 | 2,450 | 5,207 | 1,652 |
| <u>Community and public safety</u> | | 581 | 6,667 | 40 | 590 | 277 | 277 | 277 | 100 | 106 | 112 |
| Community and social services | | 581 | 1,739 | 40 | 590 | 277 | 277 | 277 | 100 | 106 | 112 |
| Sport and recreation | | | 4,928 | – | | | | | | | |
| Public safety | | | | | | | | | | | |
| <u>Economic and environmental services</u> | | 4,695 | 9,820 | 10,511 | 29,100 | 36,918 | 36,918 | 15,384 | 31,900 | 30,000 | 32,000 |
| Planning and development | | | | 16 | 500 | 245 | 245 | 255 | | | |
| Road transport | | 4,695 | 9,820 | 10,495 | 28,600 | 36,673 | 36,673 | 15,129 | 31,900 | 30,000 | 32,000 |
| Environmental protection | | | | | | | | | | | |
| <u>Trading services</u> | | 9,372 | 4,018 | 13,886 | 6,830 | 10,202 | 10,202 | 4,308 | 6,500 | 8,900 | 15,700 |
| Electricity | | 9,372 | 4,018 | 13,886 | 6,830 | 10,202 | 10,202 | 4,308 | 6,500 | 8,900 | 15,700 |
| Water | | | | | | | | | | | |

| | | | | | | | | | | | |
|---|---|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| Waste water management | | | | | | | | | | | |
| Waste management | | | | | | | | | | | |
| <i>Other</i> | | | | | | | | | | | |
| Total Capital Expenditure - Standard | 3 | 15,387 | 22,463 | 25,077 | 39,755 | 49,895 | 49,895 | 20,883 | 40,950 | 44,213 | 49,464 |
| Funded by: | | | | | | | | | | | |
| National Government | | 14,067 | 13,838 | 18,978 | 27,600 | 43,931 | 43,931 | 19,039 | 32,900 | 37,000 | 42,000 |
| Provincial Government | | | | | | | | | | | |
| District Municipality | | | | 1,655 | 730 | 730 | 730 | – | 1,000 | | |
| Other transfers and grants | | | | | | | | | | | |
| Transfers recognised - capital | 4 | 14,067 | 13,838 | 20,632 | 28,330 | 44,661 | 44,661 | 19,039 | 33,900 | 37,000 | 42,000 |
| Public contributions & donations | 5 | | | | | | | | | | |
| Borrowing | 6 | | | | | | | | | | |
| Internally generated funds | | 1,321 | 8,625 | 4,444 | 11,425 | 5,234 | 5,234 | 1,843 | 7,050 | 7,213 | 7,464 |
| Total Capital Funding | 7 | 15,387 | 22,463 | 25,077 | 39,755 | 49,895 | 49,895 | 20,883 | 40,950 | 44,213 | 49,464 |

LIM351 Blouberg - Table A6 Budgeted Financial Position

| Description | Ref | 2008/9 | 2009/10 | 2010/11 | Current Year 2011/12 | | | | 2012/13 Medium Term Revenue & Expenditure Framework | | |
|--|-----|-----------------|-----------------|-----------------|----------------------|-----------------|--------------------|-------------------|---|------------------------|------------------------|
| | | Audited Outcome | Audited Outcome | Audited Outcome | Original Budget | Adjusted Budget | Full Year Forecast | Pre-audit outcome | Budget Year 2012/13 | Budget Year +1 2013/14 | Budget Year +2 2014/15 |
| R thousand | | | | | | | | | | | |
| ASSETS | | | | | | | | | | | |
| Current assets | | | | | | | | | | | |
| Cash | | 1,983 | 2,502 | 2,473 | 2,473 | 5,620 | 5,620 | | 12,626 | – | – |
| Call investment deposits | 1 | 3,772 | 4,442 | 4,166 | 4,166 | 4,000 | 4,000 | – | 3,078 | – | – |
| Consumer debtors | 1 | 3,055 | 4,887 | – | 5,000 | 5,000 | 5,000 | – | 5,250 | 5,513 | 5,788 |
| Other debtors | | | | | | | | | | | |
| Current portion of long-term receivables | | | | | | | | | | | |
| Inventory | 2 | | | | | | | | | | |
| Total current assets | | 8,810 | 11,831 | 6,639 | 11,639 | 14,620 | 14,620 | – | 20,954 | 5,513 | 5,788 |
| Non current assets | | | | | | | | | | | |
| Long-term receivables | | | | | | | | | | | |
| Investments | | | | | | | | | | | |
| Investment property | | | | | | | | | | | |

| | | | | | | | | | | | |
|--------------------------------------|---|----------------|---------------|-----------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| Investment in Associate | 3 | | | | | | | | | | |
| Property, plant and equipment | | 2,909 | 26,099 | – | 39,755 | 49,895 | 49,895 | 20,883 | 40,950 | 44,213 | 49,464 |
| Agricultural | | | | | | | | | | | |
| Biological | | | | | | | | | | | |
| Intangible | | | | | | | | | | | |
| Other non-current assets | | | | | | | | | | | |
| Total non current assets | | 2,909 | 26,099 | – | 39,755 | 49,895 | 49,895 | 20,883 | 40,950 | 44,213 | 49,464 |
| TOTAL ASSETS | | 11,719 | 37,930 | 6,639 | 51,394 | 64,515 | 64,515 | 20,883 | 61,904 | 49,726 | 55,252 |
| LIABILITIES | | | | | | | | | | | |
| Current liabilities | | | | | | | | | | | |
| Bank overdraft | - | | | | | | | | | | |
| Borrowing | 4 | – | – | – | – | – | – | – | – | – | – |
| Consumer deposits | | | | | | | | | | | |
| Trade and other payables | 4 | 12,114 | 16,722 | 18,707 | 18,707 | 13,000 | 13,000 | – | 10,000 | 4,000 | 3,000 |
| Provisions | | | | | | | | | | | |
| Total current liabilities | | 12,114 | 16,722 | 18,707 | 18,707 | 13,000 | 13,000 | – | 10,000 | 4,000 | 3,000 |
| Non current liabilities | | | | | | | | | | | |
| Borrowing | | – | – | – | – | – | – | – | – | – | – |
| Provisions | | – | – | – | – | – | – | – | – | – | – |
| Total non current liabilities | | – | – | – | – | – | – | – | – | – | – |
| TOTAL LIABILITIES | | 12,114 | 16,722 | 18,707 | 18,707 | 13,000 | 13,000 | – | 10,000 | 4,000 | 3,000 |
| NET ASSETS | 5 | (395) | 21,208 | (12,068) | 32,687 | 51,515 | 51,515 | 20,883 | 51,904 | 45,726 | 52,252 |
| COMMUNITY WEALTH/EQUITY | | | | | | | | | | | |
| Accumulated Surplus/(Deficit) | | 102,651 | 83,089 | 83,622 | 83,692 | 83,692 | 83,692 | 20,883 | 40,950 | 44,213 | 49,464 |
| Reserves | 4 | – | – | – | – | – | – | – | – | – | – |
| Minorities' interests | | | | | | | | | | | |
| TOTAL COMMUNITY WEALTH/EQUITY | 5 | 102,651 | 83,089 | 83,622 | 83,692 | 83,692 | 83,692 | 20,883 | 40,950 | 44,213 | 49,464 |

LIM351 Blouberg - Table A7 Budgeted Cash Flows

| Description | Ref | 2008/9 | 2009/10 | 2010/11 | Current Year 2011/12 | | | | 2012/13 Medium Term Revenue & Expenditure Framework | | |
|-------------------------------------|-----|-----------------|-----------------|-----------------|----------------------|-----------------|--------------------|-------------------|---|------------------------|------------------------|
| | | Audited Outcome | Audited Outcome | Audited Outcome | Original Budget | Adjusted Budget | Full Year Forecast | Pre-audit outcome | Budget Year 2012/13 | Budget Year +1 2013/14 | Budget Year +2 2014/15 |
| R thousand | | | | | | | | | | | |
| CASH FLOW FROM OPERATING ACTIVITIES | | | | | | | | | | | |
| Receipts | | | | | | | | | | | |

March 2012

| | | | | | | | | | | | |
|---|---|----------|--------|----------|-----------|-----------|-----------|----------|-----------|-----------|-----------|
| Ratepayers and other | | 15,340 | | 22,716 | 33,818 | 34,837 | 34,837 | 14,833 | 33,445 | 33,337 | 37,741 |
| Government – operating | 1 | 42,782 | 41,035 | 69,225 | 84,580 | 84,703 | 84,703 | 60,985 | 96,631 | 102,938 | 106,069 |
| Government – capital | 1 | 18,264 | 17,426 | 20,406 | 28,330 | 32,325 | 32,325 | 14,830 | 34,904 | 37,100 | 39,485 |
| Interest | | 973 | | 163 | 820 | 850 | 850 | 406 | 500 | 525 | 550 |
| Dividends | | – | – | – | – | – | – | – | – | – | – |
| Payments | | | | | | | | | | | |
| Suppliers and employees | | (79,900) | | (94,531) | (107,793) | (102,820) | (102,820) | (44,192) | (124,530) | (129,686) | (134,381) |
| Finance charges | | | | | – | – | – | – | – | – | – |
| Transfers and Grants | 1 | | | | – | – | – | – | – | – | – |
| NET CASH FROM/(USED) OPERATING ACTIVITIES | | (2,540) | 58,461 | 17,978 | 39,755 | 49,895 | 49,895 | 46,862 | 40,950 | 44,213 | 49,464 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | | | | | | | | | |
| Receipts | | | | | | | | | | | |
| Proceeds on disposal of PPE | | – | – | – | – | – | – | – | – | – | – |
| Decrease (Increase) in non-current debtors | | – | – | – | – | – | – | – | – | – | – |
| Decrease (Increase) other non-current receivables | | – | – | – | – | – | – | – | – | – | – |
| Decrease (increase) in non-current investments | | | | | – | – | – | – | – | – | – |
| Payments | | | | | | | | | | | |
| Capital assets | | – | – | – | (39,755) | (49,895) | (49,895) | (20,883) | (40,950) | (44,213) | (49,464) |
| NET CASH FROM/(USED) INVESTING ACTIVITIES | | – | – | – | (39,755) | (49,895) | (49,895) | (20,883) | (40,950) | (44,213) | (49,464) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | | | | | | | | | |
| Receipts | | | | | | | | | | | |
| Short term loans | | – | – | – | – | – | – | – | – | – | – |
| Borrowing long term/refinancing | | – | – | – | – | – | – | – | – | – | – |
| Increase (decrease) in consumer deposits | | – | – | – | – | – | – | – | – | – | – |
| Payments | | | | | | | | | | | |
| Repayment of borrowing | | – | – | – | – | – | – | – | – | – | – |
| NET CASH FROM/(USED) FINANCING ACTIVITIES | | – | – | – | – | – | – | – | – | – | – |
| NET INCREASE/ (DECREASE) IN CASH HELD | | (2,540) | 58,461 | 17,978 | 0 | 0 | 0 | 25,979 | – | 0 | (0) |
| Cash/cash equivalents at the year begin: | 2 | 1,983 | (558) | 57,903 | 2,473 | 2,473 | 2,473 | 2,473 | 16,701 | 16,701 | 16,701 |
| Cash/cash equivalents at the year end: | 2 | (558) | 57,903 | 75,881 | 2,473 | 2,473 | 2,473 | 28,453 | 16,701 | 16,701 | 16,701 |

LIM351 Blouberg - Table A8 Cash backed reserves/accumulated surplus reconciliation

| Description | Ref | 2008/9 | 2009/10 | 2010/11 | Current Year 2011/12 | | | | 2012/13 Medium Term Revenue & Expenditure Framework | | |
|---|-----|-----------------|-----------------|-----------------|----------------------|-----------------|--------------------|-------------------|---|------------------------|------------------------|
| | | Audited Outcome | Audited Outcome | Audited Outcome | Original Budget | Adjusted Budget | Full Year Forecast | Pre-audit outcome | Budget Year 2012/13 | Budget Year +1 2013/14 | Budget Year +2 2014/15 |
| R thousand | | | | | | | | | | | |
| <u>Cash and investments available</u> | | | | | | | | | | | |
| Cash/cash equivalents at the year end | 1 | (558) | 57,903 | 75,881 | 2,473 | 2,473 | 2,473 | 28,453 | 16,701 | 16,701 | 16,701 |
| Other current investments > 90 days | | 6,312 | (50,959) | (69,242) | 4,166 | 7,146 | 7,146 | (28,453) | (997) | (16,701) | (16,701) |
| Non current assets - Investments | 1 | - | - | - | - | - | - | - | - | - | - |
| Cash and investments available: | | 5,755 | 6,944 | 6,639 | 6,639 | 9,620 | 9,620 | - | 15,704 | - | - |
| <u>Application of cash and investments</u> | | | | | | | | | | | |
| Unspent conditional transfers | | 12,114 | 16,722 | 18,707 | 18,707 | 13,000 | 13,000 | - | 10,000 | 4,000 | 3,000 |
| Unspent borrowing | | - | - | - | - | - | - | - | - | - | - |
| Statutory requirements | 2 | - | - | - | - | - | - | - | - | - | - |
| Other working capital requirements | 3 | (3,146) | - | - | (4,946) | (5,000) | (5,000) | - | (5,497) | (5,512) | (5,788) |
| Other provisions | | - | - | - | - | - | - | - | - | - | - |
| Long term investments committed | 4 | - | - | - | - | - | - | - | - | - | - |
| Reserves to be backed by cash/investments | 5 | - | - | - | - | - | - | - | - | - | - |
| Total Application of cash and investments: | | 8,968 | 16,722 | 18,707 | 13,761 | 8,000 | 8,000 | - | 4,503 | (1,512) | (2,788) |
| Surplus(shortfall) | | (3,214) | (9,778) | (12,068) | (7,122) | 1,620 | 1,620 | - | 11,201 | 1,512 | 2,788 |

LIM351 Blouberg - Table A9 Asset Management

| Description | Ref | 2008/9 | 2009/10 | 2010/11 | Current Year 2011/12 | | | 2012/13 Medium Term Revenue & Expenditure Framework | | |
|--|-----|-----------------|-----------------|-----------------|----------------------|-----------------|--------------------|---|------------------------|------------------------|
| | | Audited Outcome | Audited Outcome | Audited Outcome | Original Budget | Adjusted Budget | Full Year Forecast | Budget Year 2012/13 | Budget Year +1 2013/14 | Budget Year +2 2014/15 |
| R thousand | | | | | | | | | | |
| CAPITAL EXPENDITURE | | | | | | | | | | |
| <u>Total New Assets</u> | 1 | 581 | 1,739 | 40 | 39,755 | 49,895 | 49,895 | 40,950 | 44,213 | 49,464 |
| Infrastructure - Road transport | | - | - | - | 28,600 | 36,573 | 36,573 | 29,900 | 30,000 | 32,000 |
| Infrastructure - Electricity | | - | - | - | 5,930 | 8,088 | 8,088 | 4,050 | 7,000 | 10,000 |
| Infrastructure - Water | | - | - | - | - | - | - | - | - | - |
| Infrastructure - Sanitation | | - | - | - | - | - | - | - | - | - |
| Infrastructure - Other | | - | - | - | - | - | - | - | - | - |
| Infrastructure | | - | - | - | 34,530 | 44,661 | 44,661 | 33,950 | 37,000 | 42,000 |
| Community | | 581 | 1,739 | 40 | 590 | 277 | 277 | 100 | 106 | 112 |
| Heritage assets | | - | - | - | - | - | - | - | - | - |
| Investment properties | | - | - | - | - | - | - | - | - | - |
| Other assets | 6 | - | - | - | 4,635 | 4,956 | 4,956 | 6,900 | 7,107 | 7,352 |
| Agricultural Assets | | - | - | - | - | - | - | - | - | - |
| Biological assets | | - | - | - | - | - | - | - | - | - |
| Intangibles | | - | - | - | - | - | - | - | - | - |
| <u>Total Renewal of Existing Assets</u> | 2 | - | - | - | - | - | - | - | - | - |
| Infrastructure - Road transport | | - | - | - | - | - | - | - | - | - |
| Infrastructure - Electricity | | - | - | - | - | - | - | - | - | - |
| Infrastructure - Water | | - | - | - | - | - | - | - | - | - |
| Infrastructure - Sanitation | | - | - | - | - | - | - | - | - | - |
| Infrastructure - Other | | - | - | - | - | - | - | - | - | - |
| Infrastructure | | - | - | - | - | - | - | - | - | - |
| Community | | - | - | - | - | - | - | - | - | - |
| Heritage assets | | - | - | - | - | - | - | - | - | - |
| Investment properties | | - | - | - | - | - | - | - | - | - |
| Other assets | 6 | - | - | - | - | - | - | - | - | - |
| Agricultural Assets | | - | - | - | - | - | - | - | - | - |
| Biological assets | | - | - | - | - | - | - | - | - | - |
| Intangibles | | - | - | - | - | - | - | - | - | - |

| | | | | | | | | | | |
|---|-----|--------|--------|-------|--------|--------|--------|--------|--------|--------|
| Total Capital Expenditure | 4 | | | | | | | | | |
| <i>Infrastructure - Road transport</i> | | - | - | - | 28,600 | 36,573 | 36,573 | 29,900 | 30,000 | 32,000 |
| <i>Infrastructure - Electricity</i> | | - | - | - | 5,930 | 8,088 | 8,088 | 4,050 | 7,000 | 10,000 |
| <i>Infrastructure – Water</i> | | - | - | - | - | - | - | - | - | - |
| <i>Infrastructure - Sanitation</i> | | - | - | - | - | - | - | - | - | - |
| <i>Infrastructure – Other</i> | | - | - | - | - | - | - | - | - | - |
| Infrastructure | | - | - | - | 34,530 | 44,661 | 44,661 | 33,950 | 37,000 | 42,000 |
| Community | 581 | | 1,739 | 40 | 590 | 277 | 277 | 100 | 106 | 112 |
| Heritage assets | | - | - | - | - | - | - | - | - | - |
| Investment properties | | - | - | - | - | - | - | - | - | - |
| Other assets | | - | - | - | 4,635 | 4,956 | 4,956 | 6,900 | 7,107 | 7,352 |
| Agricultural Assets | | - | - | - | - | - | - | - | - | - |
| Biological assets | | - | - | - | - | - | - | - | - | - |
| Intangibles | | - | - | - | - | - | - | - | - | - |
| TOTAL CAPITAL EXPENDITURE - Asset class | 2 | 581 | 1,739 | 40 | 39,755 | 49,895 | 49,895 | 40,950 | 44,213 | 49,464 |
| ASSET REGISTER SUMMARY - PPE (WDV) | 5 | | | | | | | | | |
| <i>Infrastructure - Road transport</i> | | 4,695 | 9,820 | | 28,600 | 36,673 | 36,673 | 31,900 | 30,000 | 32,000 |
| <i>Infrastructure - Electricity</i> | | 9,372 | 4,018 | | 6,830 | 10,202 | 10,202 | 6,500 | 8,900 | 15,700 |
| <i>Infrastructure – Water</i> | | - | - | - | - | - | - | - | - | - |
| <i>Infrastructure - Sanitation</i> | | - | - | - | - | - | - | - | - | - |
| <i>Infrastructure – Other</i> | | - | - | - | - | - | - | - | - | - |
| Infrastructure | | 14,067 | 13,838 | - | 35,430 | 46,875 | 46,875 | 38,400 | 38,900 | 47,700 |
| Community | | 581 | 1,739 | | 590 | 277 | 277 | 100 | 106 | 112 |
| Heritage assets | | | 4,928 | | | | | | | |
| Investment properties | | - | - | - | - | - | - | - | - | - |
| Other assets | | 740 | 1,958 | | 3,735 | 2,743 | 2,743 | 2,450 | 5,207 | 1,652 |
| Agricultural Assets | | - | - | - | - | - | - | - | - | - |
| Biological assets | | - | - | - | - | - | - | - | - | - |
| Intangibles | | - | - | - | - | - | - | - | - | - |
| TOTAL ASSET REGISTER SUMMARY - PPE (WDV) | 5 | 15,387 | 22,463 | - | 39,755 | 49,895 | 49,895 | 40,950 | 44,213 | 49,464 |
| EXPENDITURE OTHER ITEMS | | | | | | | | | | |
| <u>Depreciation & asset impairment</u> | | | 7,665 | 9,302 | 600 | 600 | 600 | 636 | 681 | 735 |

| | | | | | | | | | | |
|---|-----|--------------|--------------|---------------|--------------|--------------|--------------|--------------|--------------|--------------|
| | | 6,511 | | | | | | | | |
| Repairs and Maintenance by Asset Class | 3 | 2,793 | 646 | 1,262 | 5,587 | 5,677 | 5,677 | 5,481 | 8,422 | 6,197 |
| Infrastructure - Road transport | | - | - | - | 1,300 | 800 | 800 | 400 | 2,125 | 592 |
| Infrastructure - Electricity | | - | - | - | 600 | 700 | 700 | 700 | 535 | 67 |
| Infrastructure - Water | | - | - | - | 2,000 | 3,000 | 3,000 | 3,000 | 3,500 | 4,000 |
| Infrastructure - Sanitation | | - | - | - | - | - | - | - | - | - |
| Infrastructure - Other | | - | - | - | - | - | - | - | - | - |
| Infrastructure | | - | - | - | 3,900 | 4,500 | 4,500 | 4,100 | 6,160 | 4,659 |
| Community | | - | - | - | - | - | - | 40 | 43 | 45 |
| Heritage assets | | - | - | - | - | - | - | - | - | - |
| Investment properties | | - | - | - | - | - | - | - | - | - |
| Other assets | 6,7 | 2,793 | 646 | 1,262 | 1,687 | 1,177 | 1,177 | 1,341 | 2,219 | 1,493 |
| TOTAL EXPENDITURE OTHER ITEMS | | 9,304 | 8,311 | 10,565 | 6,187 | 6,277 | 6,277 | 6,117 | 9,103 | 6,932 |
| <i>Renewal of Existing Assets as % of total capex</i> | | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% |
| <i>Renewal of Existing Assets as % of deprecn"</i> | | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% |
| <i>R&M as a % of PPE</i> | | 96.0% | 2.5% | 0.0% | 14.1% | 11.4% | 11.4% | 13.4% | 19.0% | 12.5% |
| <i>Renewal and R&M as a % of PPE</i> | | 18.0% | 3.0% | 0.0% | 14.0% | 11.0% | 11.0% | 13.0% | 19.0% | 13.0% |

LIM351 Blouberg - Table A10 Basic service delivery measurement

| Description | Ref | 2008/9 | 2009/10 | 2010/11 | Current Year 2011/12 | | | 2012/13 Medium Term Revenue & Expenditure Framework | | |
|---|-----|---------|---------|---------|----------------------|-----------------|--------------------|---|------------------------|------------------------|
| | | Outcome | Outcome | Outcome | Original Budget | Adjusted Budget | Full Year Forecast | Budget Year 2012/13 | Budget Year +1 2013/14 | Budget Year +2 2014/15 |
| <u>Household service targets</u> | 1 | | | | | | | | | |
| <u>Water:</u> | | | | | | | | | | |
| Piped water inside dwelling | | | | | | | | | | |
| Piped water inside yard (but not in dwelling) | | | | | | | | | | |
| Using public tap (at least min.service level) | 2 | | | | | | | | | |

| | | | | | | | | | |
|--|---|-----|-------|-----|-----|-----|-----|-----|-----|
| Other water supply (at least min.service level) | 4 | | | | | | | | |
| <i>Minimum Service Level and Above sub-total</i> | | - | - | - | - | - | - | - | - |
| Using public tap (< min.service level) | 3 | | | | | | | | |
| Other water supply (< min.service level) | 4 | | | | | | | | |
| No water supply | | | | | | | | | |
| <i>Below Minimum Service Level sub-total</i> | | - | - | - | - | - | - | - | - |
| Total number of households | 5 | - | - | - | - | - | - | - | - |
| <u>Sanitation/sewerage:</u> | | | | | | | | | |
| Flush toilet (connected to sewerage) | | | | | | | | | |
| Flush toilet (with septic tank) | | | | | | | | | |
| Chemical toilet | | | | | | | | | |
| Pit toilet (ventilated) | | | | | | | | | |
| Other toilet provisions (> min.service level) | | | | | | | | | |
| <i>Minimum Service Level and Above sub-total</i> | | - | - | - | - | - | - | - | - |
| Bucket toilet | | | | | | | | | |
| Other toilet provisions (< min.service level) | | | | | | | | | |
| No toilet provisions | | | | | | | | | |
| <i>Below Minimum Service Level sub-total</i> | | - | - | - | - | - | - | - | - |
| Total number of households | 5 | - | - | - | - | - | - | - | - |
| <u>Energy:</u> | | | | | | | | | |
| Electricity (at least min.service level) | | 991 | 1,997 | 550 | 412 | 412 | 412 | 412 | 412 |
| Electricity - prepaid (min.service level) | | | | | | | | | |
| <i>Minimum Service Level and Above sub-total</i> | | 991 | 1,997 | 550 | 412 | 412 | 412 | 412 | 412 |
| Electricity (< min.service level) | | | | | | | | | |
| Electricity - prepaid (< min. service level) | | | | | | | | | |
| Other energy sources | | | | | | | | | |
| <i>Below Minimum Service Level sub-total</i> | | - | - | - | - | - | - | - | - |
| Total number of households | 5 | 991 | 1,997 | 550 | 412 | 412 | 412 | 412 | 412 |
| <u>Refuse:</u> | | | | | | | | | |
| Removed at least once a week | | 6 | 6 | 8 | 11 | 11 | 11 | 11 | 11 |
| <i>Minimum Service Level and Above sub-total</i> | | 6 | 6 | 8 | 11 | 11 | 11 | 11 | 11 |

| | | | | | | | | | |
|--|---|--|--|--|--|--|--|--|--|
| Removed less frequently than once a week | | | | | | | | | |
| Using communal refuse dump | | | | | | | | | |
| Using own refuse dump | | | | | | | | | |
| Other rubbish disposal | | | | | | | | | |
| No rubbish disposal | | | | | | | | | |
| <i>Below Minimum Service Level sub-total</i> | | | | | | | | | |
| Total number of households | 5 | | | | | | | | |
| Households receiving Free Basic Service | 7 | | | | | | | | |
| Water (6 kilolitres per household per month) | | | | | | | | | |
| Sanitation (free minimum level service) | | | | | | | | | |
| Electricity/other energy (50kwh per household per month) | | | | | | | | | |
| Refuse (removed at least once a week) | | | | | | | | | |
| Cost of Free Basic Services provided (R'000) | 8 | | | | | | | | |
| Water (6 kilolitres per household per month) | | | | | | | | | |
| Sanitation (free sanitation service) | | | | | | | | | |
| Electricity/other energy (50kwh per household per month) | | | | | | | | | |
| Refuse (removed once a week) | | | | | | | | | |
| Total cost of FBS provided (minimum social package) | | | | | | | | | |
| Highest level of free service provided | | | | | | | | | |
| Property rates (R value threshold) | | | | | | | | | |
| Water (kilolitres per household per month) | | | | | | | | | |
| Sanitation (kilolitres per household per month) | | | | | | | | | |
| Sanitation (Rand per household per month) | | | | | | | | | |
| Electricity (kwh per household per month) | | | | | | | | | |
| Refuse (average litres per week) | | | | | | | | | |
| Revenue cost of free services provided (R'000) | 9 | | | | | | | | |
| Property rates (R15 000 threshold rebate) | | | | | | | | | |
| Property rates (other exemptions, reductions and rebates) | | | | | | | | | |
| Water | | | | | | | | | |
| Sanitation | | | | | | | | | |

| | | | | | | | | | | |
|--|---|------------|------------|------------|--------------|------------|------------|------------|------------|--------------|
| | | | - | | | | | | | |
| Electricity/other energy | | 500 | 500 | 500 | 1,550 | 583 | 618 | 583 | 618 | 855 |
| Refuse | | 122 | 122 | 122 | 129 | 137 | 145 | 137 | 145 | 154 |
| Municipal Housing - rental rebates | | - | - | - | - | - | - | - | - | - |
| Housing - top structure subsidies | 6 | - | - | - | - | - | - | - | - | - |
| Other | | - | - | - | - | - | - | - | - | - |
| Total revenue cost of free services provided (total social package) | | 637 | 657 | 657 | 1,714 | 755 | 798 | 755 | 798 | 1,044 |

PART 2 – SOPPORTING DOCUMENTATION

2.1 Overview of annual budget process

Section **21**(1)(b) of the Municipal Finance Management Act (MFMA) (no. 56 of 2003) generally echoes Section **28**(1) of the Municipal Systems Act (MSA) (no. 32 of 2000) by prescribing that the Mayor of the Municipality must at least 10 months before the commencement of the financial year, table in the Council a time schedule outlining key deadlines for the preparations, tabling and approval of the annual budget and also the review of the Integrated Development Plan.

The integrated development plan (IDP) annual revision allows the municipality to expand upon or refine plans and strategies to include additional issues and to ensure that these plans and strategies inform institutional and financial planning through the budget process.

Through the Public participation process it was reconfirmed that the municipality must pull up on repairs and maintenance and other capital projects.

The budget responds to needs outlined in the IDP as a five year strategic document developed in consultation with the communities. Internally, departments outline their strategic programme of action propose their budgetary needs and priorities there in line with the available funds.

The Budget Steering Committee consists of the Mayor, Exco member, Municipal Manager, Directors, Chief financial officer , Budget Manager, idp Manager and senior officials of the municipality meeting under the chairpersonship of the Budget and treasury committee.

The primary aims of the Budget Steering Committee is to ensure:

- that the process followed to compile the budget complies with legislation and good budget practices;
- that there is proper alignment between the policy and service delivery priorities set out in the Blouberg's IDP and the budget, taking into account the need to protect the financial sustainability of municipality;
- that the municipality's revenue and tariff setting strategies ensure that the cash resources needed to deliver services are available; and
- that the various spending priorities of the different municipal departments are properly evaluated and prioritised in the allocation of resources.

To achieve the above, the IDP revision process plan as well as the budget process timetable were considered and approved by Council on 28 July 2011.

Below is the schedule for the IDP/Budget process for the 2012/2013 Financial Year as adopted by Council.

IDP/BUDGET REVIEW PROCESS PLAN 2012/2013

| KEY PROGRAMMES | ACTIVITY | RESPONSIBLE COMMITTEE/PERSON | TIMELINES |
|---|--|---------------------------------|--------------------|
| PROCESS PLAN | SUBMISSION OF DRAFT PROCESS PLAN TO COUNCIL FOR APPROVAL | MAYOR | 28 July 2011 |
| ANNUAL FINANCIAL STATEMENTS | SUBMISSION OF ANNUAL FINANCIAL STATEMENTS TO AG AND TREASURY | CFO | 30 AUGUST 2011 |
| ANNUAL PERFORMANCE REPORT | SUBMISSION OF ANNUAL PERFORMANCE REPORT TO A.G AND DLGH | IDP MANAGER | 30 AUGUST 2011 |
| IDP/BUDGET STEERING COMMITTEE MEETING | FIRST QUARTER STEERING COMMITTEE MEETING | IDP MANAGER | 05 October 2011 |
| INSTITUTIONAL PERFORMANCE REVIEW SESSIONS | FIRST QUARTER PERFORMANCE REVIEW SESSION | MUNICIPAL MANAGER | 13-14 October 2011 |
| | IDP/BUDGET CLUSTER CONSULTATIONS | MAYOR/EXCO | 1-8 DECEMBER 2011 |
| | SECOND QUARTER STEERING COMMITTEE MEETING | IDP MANAGER | 10 JANUARY 2012 |
| | SECOND QUARTER PERFORMANCE REVIEW SESSION | MUNICIPAL MANAGER | 12-13 JANUARY 2012 |

| | | | |
|----------------------------------|---|-------------------|------------------|
| | THIRD QUARTER STEERING COMMITTEE MEETING | IDP MANAGER | 04 APRIL 2012 |
| | THIRD QUARTER PERFORMANCE REVIEW SESSION | MUNICIPAL MANAGER | 12-13 APRIL 2012 |
| | FOURTH QUARTER STEERING COMMITTEE MEETING | IDP MANAGER | 04 JULY 2012 |
| | FOURTH QUARTER PERFORMANCE REVIEW SESSION | MUNICIPAL MANAGER | 12-13 JULY 2012 |
| ANNUAL REPORT | TABLING OF DRAFT ANNUAL REPORT TO COUNCIL 2010/2011 | MAYOR | 27 JANUARY 2012 |
| SECTION 72 REPORT | TABLING OF THE SECTION 72 REPORT TO COUNCIL | MAYOR | 27 JANUARY 2012 |
| ADJUSTMENT BUDGET | TABLING OF THE ADJUSTMENT BUDGET | MAYOR | 27 JANUARY 2012 |
| FIRST DRAFT IDP/BUDGET 2012/2013 | TABLING OF FIRST DRAFT IDP/BUDGET 2012/2013 | MAYOR | 27 JANUARY 2012 |
| IDP/BUDGET PUBLIC CONSULTATION | MEETING WITH TRADITIONAL AUTHORITIES | MAYOR | 07 FEBRUARY 2012 |
| | IDP REPRESENTATIVES FORUM | MAYOR/EXCO | 10 FEBRUARY 2012 |
| | CLUSTER A CONSULTATIVE MEETING | MAYOR/EXCO | 14 FEBRUARY 2012 |

| | | | |
|--|--|-------------------|------------------|
| | CLUSTER B CONSULTATIVE MEETING | MAYOR/EXCO | 17 FEBRUARY 2012 |
| | CLUSTER C CONSULTATIVE MEETING | MAYOR/EXCO | 19 FEBRUARY 2012 |
| | CLUSTER D CONSULTATIVE MEETING | MAYOR/EXCO | 22 FEBRUARY 2012 |
| | CLUSTER E CONSULTATIVE MEETING | MAYOR/EXCO | 24 FEBRUARY 2012 |
| | CLUSTER F CONSULTATIVE MEETING | MAYOR/EXCO | 28 FEBRUARY 2012 |
| ANNUAL REPORT PUBLIC CONSULTATIONS | CLUSTER A CONSULTATIVE MEETING | MPAC | 06 MARCH 2012 |
| | CLUSTER B CONSULTATIVE MEETING | MPAC | 10 MARCH 2012 |
| | STAKE HOLDER CONSULTATIVE MEETING | MPAC | 13 MARCH 2012 |
| APPROVAL OF ANNUAL REPORT | TABLING OF ANNUAL REPORT TO COUNCIL | MPAC | 29 MARCH 2012 |
| APPROVAL OF DRAFT IDP/BUDGET 2012/2013 | TABLING OF THE DRAFT IDP/BUDGET 2012/2013 TO COUNCIL | MAYOR | 29 MARCH 2012 |
| SUBMISSION OF OVERSIGHT REPORT TO MEC DLGH | SUBMISSION OF OVERSIGHT REPORT TO MEC (DLGH) | MUNICIPAL MANAGER | 17 APRIL 2012 |

| | | | |
|--|--|---------------------|---------------|
| SUBMISSION OF DRAFT IDP/BUDGET 2012/2013 TO MEC AND TREASURY | SUBMISSION OF DRAFT IDP/BUDGET TO MEC AND TREASURY | MUNICIPAL MANAGER | 17 APRIL 2012 |
| IDP/BUDGET REPRESENTATIVES FORUM | MEETING STAKE HOLDERS AFTER CLUSTER MEETINGS | MAYOR | 24 APRIL 2012 |
| IDP CLUSTER MEETINGS | MEETING WITH CLUSTER A | MAYOR | 03 MAY 2012 |
| STEERING COMMITTEE | IDP/BUDGET STEERING COMMITTEE MEETING TO FINALISE IDP/BUDGET 2012/2013 | MUNICIPAL MANAGER | 16 MAY 2012 |
| APPROVAL OF IDP/BUDGET 2012/2013 | IDP/BUDGET 2012/2013 IS TABLED TO COUNCIL FOR APPROVAL | MAYOR | 29 MAY 2012 |
| SUBMISSION OF IDP/BUDGET | FINAL IDP/BUDGET IS SUBMITTED TO MEC (DLGH) | MUNICIPAL MANAGER | 20 JUNE 2012 |
| APPROVAL OF THE SDBIP | SDBIP IS SUBMITTED TO THE MAYOR FOR APPROVAL | MUNICIPAL MANAGER | 17 JUNE 2012 |
| SUBMISSION OF SDBIP | SDBIP IS SUBMITTED TO MEC (DLGH) | MUNICIPAL MANAGER | 20 JUNE 2012 |
| PERFORMANCE AGREEMENTS AND PLANS | MUNICIPAL MANAGER SIGNS WITH MAYOR | MAYOR | 25 JUNE 2012 |
| | SECTION 57 MANAGERS SIGN WITH MUNICIPAL MANAGER | MUNICIPAL MANAGER | 26 JUNE 2012 |
| | UNIT MANAGERS SIGN WITH DEPARTMENTAL HEADS OFFICERS SIGN WITH | SECTION 57 MANAGERS | 27 JUNE 2012 |

| | | | |
|--|---|-------------------|--------------|
| | UNIT MANAGERS | UNIT MANAGERS | 28 JUNE 2012 |
| SUBMISSION OF PERFORMANCE AGREEMENTS | PERFORMANCE AGREEMENTS OF THE MUNICIPAL MANAGER AND SECTION 57 MANAGERS ARE SUBMITTED TO MEC (DLGH) | MUNICIPAL MANAGER | 29 JUNE 2012 |

2.2 Overview of alignment of annual budget with integrated development plan

The budget responds to needs outlined in the IDP as a five year strategic document developed in consultation with the communities. Internally, departments outline their strategic programme of action propose their budgetary needs and priorities there in line with the available funds.

The annual budget is aligned to the main strategic goals and objectives, which are as follows:

LIM351 Blouberg - Supporting Table SA4 Reconciliation of IDP strategic objectives and budget (revenue)

| Strategic Objective | Goal | Goal Code | Ref | 2008/9 | 2009/10 | 2010/11 | Current Year 2011/12 | | | 2012/13 Medium Term Revenue & Expenditure Framework | | |
|---|---|-----------|-----|-----------------|-----------------|-----------------|----------------------|-----------------|--------------------|---|------------------------|------------------------|
| | | | | Audited Outcome | Audited Outcome | Audited Outcome | Original Budget | Adjusted Budget | Full Year Forecast | Budget Year 2012/13 | Budget Year +1 2013/14 | Budget Year +2 2014/15 |
| R thousand | | | | | | | | | | | | |
| Quqlity basic services and infrastructure | Service Delivery | | | 22,119 | 27,557 | 28,305 | – | 49,638 | 49,638 | 40,950 | 43,393 | 44,147 |
| Local Economic Development | Economic Growth & Development and poverty alleviation | | | | 898 | 1,900 | 2,500 | 2,300 | 2,300 | 3,500 | 4,657 | 6,789 |
| Municipal transformation | Service Delivery | | | 12,344 | 15,981 | 19,640 | 23,099 | 22,787 | 22,787 | 25,346 | 38,000 | 41,000 |
| Good Governance and Public participation and finacial viability | Publishing the municipal outcomes on the website and effecting community participation in the community and implementation of batho pele in the revenue management strategy | | | 43,200 | 66,115 | | 121,949 | 77,991 | 77,991 | 95,684 | 87,851 | 91,909 |
| | | | | | | 60,748 | | | | | | |

| | | | | | | | | | | | | |
|---|--|--|---|--------|---------|---------|---------|---------|---------|---------|---------|---------|
| | | | | | | | | | | | | |
| Allocations to other priorities | | | 2 | | | | | | | | | |
| Total Revenue (excluding capital transfers and contributions) | | | 1 | 77,663 | 110,551 | 110,593 | 147,548 | 152,716 | 152,716 | 165,480 | 173,901 | 183,845 |

LIM351 Blouberg - Supporting Table SA5 Reconciliation of IDP strategic objectives and budget (operating expenditure)

| Elmsford Borough - Supporting Table SAs Reconciliation of IDP - Strategic Objectives and Budget (Operating Expenditure) | | | | | | | | | | | | |
|---|-------------------------------|-----------|-----|-----------------|-----------------|-----------------|----------------------|-----------------|--------------------|---|------------------------|------------------------|
| Strategic Objective | Goal | Goal Code | Ref | 2008/9 | 2009/10 | 2010/11 | Current Year 2011/12 | | | 2012/13 Medium Term Revenue & Expenditure Framework | | |
| | | | | Audited Outcome | Audited Outcome | Audited Outcome | Original Budget | Adjusted Budget | Full Year Forecast | Budget Year 2012/13 | Budget Year +1 2013/14 | Budget Year +2 2014/15 |
| R thousand | | | | | | | | | | | | |
| Electrical Infrastructure | Services Delivery | | | | | 9,696 | 15,427 | 17,354 | 17,354 | 17,648 | 16,624 | 17,704 |
| Community & Social Service | Services Delivery | | | | | 5,464 | 7,713 | 7,215 | 7,215 | 14,017 | 15,652 | 16,994 |
| Waste Management | Services Delivery | | | | | 122 | 326 | 420 | 420 | 236 | 250 | 265 |
| Road Infrastructure Development | Services Delivery | | | | | 850 | 3,677 | 2,953 | 2,953 | 6,971 | 9,830 | 9,889 |
| Good Governance & public Participation and financial viability | Financial Viability | | | | | 76,451 | 78,150 | 73,245 | 72,945 | 82,669 | 85,722 | 94,006 |
| Local Economic Development | Economic Growth & Development | | | | | | 2,500 | 2,000 | 2,000 | 3,000 | 4,000 | 4,000 |
| Allocations to other priorities | | | | | | | | | | | | |
| Total Expenditure | | | 1 | - | - | 92,583 | 107,793 | 103,186 | 102,886 | 124,540 | 132,078 | 142,858 |

2.3 Measurable performance objectives and indicators

MUNICIPALITY'S BROAD OBJECTIVES

The Municipality's strategies seek to achieve the following broad objectives:

To deliver basic services to communities in a sustainable manner in the quest to create a better life for all,

To create an environment for local economic growth and job creation, focusing on the competitive advantages of the Municipality.

To provide responsible and accountable political and administrative leadership to local communities,

To mobilize the broadest section of the local communities behind the Municipality's endeavors to develop communities with other government departments, public institutions, private sector, NGO's and CBO's as the Municipality's critical partners.

Blouberg Local Municipality have strategies meeting to monitor implementation of SDBIP. The development strategies are the product of the strategic planning session. The actual strategies detailed in perspective below orients towards the achievement of the strategic priorities, objectives and outcomes as shows in the IDP. The following are Key Performance Areas (KPAs) / respective output – the overarching purpose is to reconfigure the municipal growth economy and creating jobs.

KPA1 : Spatial Rationale and Land use projects

The municipality has developed the land use management scheme. That was done through the assistance of the district municipality. All the councilors and the traditional leaders were consulted before the scheme could be proclaimed. The scheme was developed in 2006/7 financial year in order to amalgamate the erstwhile Alldays town planning scheme with the rest of Blouberg which had no access to any town planning practice. In terms of the scheme most of the areas in Blouberg have a predominant zoning of agriculture, followed by residential one.

KPA 2: Basic service Delivery

The main objective of Blouberg Local Municipality is providing electricity to all households by 2014. The Municipality is a licensed electricity distributor.

KPA 3: Local Economic Development projects

KPA 4: Good Governance and Public participation

KPA 5: Financial Viability Projects

KPA 5: Municipal Transformation and Institutional Development

2.4 Overview of Budget Related policy

The purpose of budget-related and financial policies is to provide a sound environment to manage the financial affairs of the municipality. The following are key budget relating policies:

- **Tariff Policy** – the policy prescribes the procedures for calculating tariffs. This policy is required in terms of Section 74 of the Local Government Municipal Systems Act, Act 22 of 2000.
- **Indigent Support Policy** – to provide access to and regulate free basic services to all indigent households.
- **Credit Control and Debt Collection Policy** – to provide for credit and debt collection procedures and mechanisms to ensure that all consumers pay for the services that are supplied.
- **Budget Policy** – this policy set out the principles which must be followed in preparing a medium term revenue and expenditure framework budget. It further ensures that the budget reflects the strategic outcomes embodied in the IDP and related strategic policies.
- **Investment Policy** – this policy was compiled in accordance with the Municipal Investment Regulations and ensures that cash resources are managed in the most efficient and effective manner possible.
- **Asset Management Policy** – the objective of the policy is to prescribe the accounting and administrative procedures relating to property, plant and equipment (assets).
- **Supply Chain Management Policy** – this policy is developed in terms of Section 111 of the Municipal Finance Management Act, Act 56 of 2003. The principles of this policy is to give effect to a fair, equitable, transparent, competitive and cost-effective system for the procuring of goods and services, disposing of goods and selecting of contractors in the provision of municipal services.
- **Cash management policy**- to ensure that there is a proper cash flow management and control.

The following policies were reviewed

- Indigent support policy-The threshold increased to R 2,500.00
- Tariff Policy-Rates increased by 5%.
- Credit Control and Debt Collection Policy.
- Supply Chain Management Policy.

- Property Rate Policy and By-Law.
- Cash Management Policy.
- Budget policy

The summary of amendments:

Indigent policy

Households earning a joint income of not more than **R 2,500** per month (proof of payslips/copy of recent bond statements). Residents of Blouberg Local Municipality and Residents in possession of a valid South African Identity Document.

Tariffs Policy

Municipal services tariffs will increase by 5% on the following revenue sources e.g. Refuse removal, Water sanitation, Building plan, Advertisements, Animal pounds and Cemeteries.

NB: Electricity tariff will be increased by **5%** .

Property Rates Policy

As from July 2012 the following property rates will be applicable in terms of rateable properties:

| | |
|------------------------------------|---------|
| – Residential | : 0.005 |
| – Residential property consent use | :0.008 |
| – Impermissible or illegal use | :0.01 |
| – Vacant land | : 0.007 |
| – Farms | : 0.015 |
| – State owned properties | :0.02 |
| – Business/Commercial | :0.01 |

3. Requesting Satellite offices should submit detailed petty cash reconciliation for previous allocation.

Credit Control and debt collection policy

PROVISION AND CALCULATION OF BAD DEBTS.

- The system will consider the current consumer debtors after payments received in the first month of the next financial year has been taken into account.
- The total balance of accounts with a handed over portion is considered bad debts after any payment received in the first month of the new financial year has been deducted.
- The municipality has to make provision for the debts that are identified as being irrecoverable. However, the municipality must ensure that all the means applicable to recover the debts as outlined in the Credit Control and Debt Collection policy are utilized.

PROVISION FOR BAD DEBTS ON MUNICIPAL ACCOUNTS WILL THEREFORE BE CALCULATED AS FOLLOWS:

- 0-90days debt – is not to be considered bad.
- 91 – 120 days debt – 25% of the debt is considered bad.
- 121 - 365 days debt – 50% of the debt is considered bad
- 365 days debt -100% of the debt is considered bad/ irrecoverable

SUPPLY CHAIN CONTROL MANAGEMENT

CHANGES IN SUPPLY CHAIN CONTROL MANAGEMENT POLICY

In terms of Preferential Procurement Policy Framework Act, 05 of 2000 & Regulations of 2011, the following changes should be effected as from 07 December 2011:

Preference Point Systems or Point Scoring System

ANNEXURE SCM 1

The 80/20 Preference point system is applicable to bids (including price quotations) with a Rand value from R30000.00 to R1 million (all applicable taxes included)

| | |
|--|---------------------------------------|
| | Points |
| Points Scored for Price | 80 |
| Points Scored for B-BBEE status level of contributor | 20 |
| Total | 100 |
| B-BBEE Status Level of Contributor | Number of Points(80/20 System) |

| | |
|---------------------------|----|
| 1 | 20 |
| 2 | 18 |
| 3 | 16 |
| 4 | 12 |
| 5 | 8 |
| 6 | 6 |
| 7 | 4 |
| 8 | 2 |
| Non-Compliant Contributor | 0 |

ANNEXURE SCM2

The 90/10 Preference point system is applicable to bids (including price quotations) with a Rand value above R1 million (all applicable taxes included)

| | |
|--|---------------|
| | Points |
| Points Scored for Price | 90 |
| Points Scored for B-BBEE status level of contributor | 10 |
| Total | 100 |

| B-BBEE Status Level of Contributor | Number of Points(90/10 System) |
|------------------------------------|--------------------------------|
| 1 | 10 |
| 2 | 9 |
| 3 | 8 |
| 4 | 5 |
| 5 | 4 |
| 6 | 3 |
| 7 | 2 |
| 8 | 1 |

| | |
|---------------------------|---|
| Non-Compliant Contributor | 0 |
|---------------------------|---|

Cash Management policy

The objective of the Petty Cash system is to fund small emergency expenses without going through the process of obtaining cheques.

1. Payment from the petty cash is limited to R250 per transaction.
2. The balance of the petty cash on hand is limited to R 5000.

New Policy: The following policies are attached

- Property Rates and by-law policy
- Fund reserve policy

2.5 Overview of Budget assumptions

Circular 58 of the National Treasury advice municipalities to develop credible budget for 2012/13 and also advice municipalities to make provision for cost of living of 5% above the CPI of 5.4%. The salaries for both official and councilors is budgeted by 6%.The indigent register has been reviewed. The operating expenses are rising annually; the budget is considering various ways of reducing recurring expenditure by promoting the green economy and monitoring our austerity measures.

Municipalities must pay special attention to controlling unnecessary spending on non-essential activities.

The following assumptions were used in compiling the budget;

- ❖ Ensuring that expenditure is aligned to revenue and that the municipality has sufficient cash to finance the expenditure.
- ❖ Ensure that the municipality avoids borrowings.
- ❖ Ensure that the budget respond to priorities enlisted in the IDP.
- ❖ Review of all programmes and cost centers to minimize wastage.
- ❖ Reprioritization of expenditure programmes to curb the growing personnel and operating expenditure.
- ❖ Ensure that services are cost reflective, affordable and sustainable.
- ❖ Ensure that realistic revenue targets are set based on trends.

2.6 Overview of budget funding

- The funding of operating and capital expenditure are funded as follow:

LIM351 Blouberg - Supporting Table SA15 Investment particulars by type

| Investment type | Ref | 2008/9 | 2009/10 | 2010/11 | Current Year 2011/12 | | | 2012/13 Medium Term Revenue & Expenditure Framework | | |
|--|-----|-----------------|-----------------|-----------------|----------------------|-----------------|--------------------|---|------------------------|------------------------|
| | | Audited Outcome | Audited Outcome | Audited Outcome | Original Budget | Adjusted Budget | Full Year Forecast | Budget Year 2012/13 | Budget Year +1 2013/14 | Budget Year +2 2014/15 |
| R thousand | | | | | | | | | | |
| <u>Parent municipality</u> | | | | | | | | | | |
| Securities - National Government | | | | | | | | | | |
| Listed Corporate Bonds | | | | | | | | | | |
| Deposits – Bank | | 3 772 | 4 442 | 4 166 | 4 166 | 4 000 | 4 000 | 3 078 | – | – |
| Deposits - Public Investment Commissioners | | | | | | | | | | |
| Deposits - Corporation for Public Deposits | | | | | | | | | | |
| Municipality sub-total | 1 | 3 772 | 4 442 | 4 166 | 4 166 | 4 000 | 4 000 | 3 078 | – | – |

The above table shows the municipal investment. The Municipality is obliged to put aside a certain amount determined by ESKOM for guarantee. Blouberg Municipality made provision of **R3, 078,137.00** for Eskom guarantee and also earn interest on that.

The table shows the operation Expenditure.

LIM351 Blouberg - Table A1 Budget Summary

| Description | 2008/9 | 2009/10 | 2010/11 | Current Year 2011/12 | | | | 2012/13 Medium Term Revenue & Expenditure Framework | | |
|--|-----------------|-----------------|-----------------|----------------------|-----------------|--------------------|-------------------|---|------------------------|------------------------|
| R thousands | Audited Outcome | Audited Outcome | Audited Outcome | Original Budget | Adjusted Budget | Full Year Forecast | Pre-audit outcome | Budget Year 2012/13 | Budget Year +1 2013/14 | Budget Year +2 2014/15 |
| Financial Performance | | | | | | | | | | |
| Property rates | 5 370 | 7 591 | 6 753 | 10 272 | 8 572 | 8 572 | 7 672 | 11 100 | 11 655 | 12 238 |
| Service charges | 3 569 | 7 088 | 8 436 | 9 975 | 12 829 | 12 829 | 5 279 | 12 873 | 13 517 | 14 193 |
| Investment revenue | 973 | 631 | 353 | 450 | 850 | 850 | 511 | 500 | 525 | 551 |
| Transfers recognised - operational | 37 996 | 51 236 | 87 715 | 84 580 | 84 703 | 84 703 | 81 315 | 96 631 | 102 938 | 106 069 |
| Other own revenue | 5 961 | 13 939 | 7 335 | 13 941 | 13 437 | 13 437 | 5 399 | 9 472 | 8 166 | 11 309 |
| Total Revenue (excluding capital transfers and contributions) | 53 869 | 80 484 | 110 593 | 119 218 | 120 390 | 120 390 | 100 176 | 130 576 | 136 801 | 144 360 |

The table below shows the Capital Funding

| | | | | | | | | | | |
|--|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| Capital expenditure & funds sources | | | | | | | | | | |
| Transfers recognised - capital | 14 067 | 13 838 | 20 632 | 28 330 | 44 661 | 44 661 | 19 039 | 33 900 | 37 000 | 42 000 |
| Public contributions & donations | - | - | - | - | - | - | - | - | - | - |
| Borrowing | - | - | - | - | - | - | - | - | - | - |
| Internally generated funds | 1 321 | 8 625 | 4 444 | 11 425 | 5 234 | 5 234 | 1 843 | 7 050 | 7 213 | 7 464 |
| Total sources of capital funds | 15 387 | 22 463 | 25 077 | 39 755 | 49 895 | 49 895 | 20 883 | 40 950 | 44 213 | 49 464 |

Grant Revenue:

- Municipal Infrastructure Grant R30,90,4000
- Department of Energy R3,000,000and R 3,000,000 from Capricorn district municipality
- Equitable Shares R 90,331,000
- Finance Management Grant R 1,500,000
- Municipal System Management Grant R 800,000
- EPWP R1000,000

2.7 The following table shows the Expenditure on allocations and grant programmes

Unspent grant

LIM351 Blouberg - Supporting Table SA18 Transfers and grant receipts

| Description | Ref | 2008/9 | 2009/10 | 2010/11 | Current Year 2011/12 | | | 2012/13 Medium Term Revenue & Expenditure Framework | | |
|---|------|-----------------|-----------------|-----------------|----------------------|-----------------|--------------------|---|------------------------|------------------------|
| | | Audited Outcome | Audited Outcome | Audited Outcome | Original Budget | Adjusted Budget | Full Year Forecast | Budget Year 2012/13 | Budget Year +1 2013/14 | Budget Year +2 2014/15 |
| R thousand | | | | | | | | | | |
| RECEIPTS: | 1, 2 | | | | | | | | | |
| - <u>Operating Transfers and Grants</u> | | | | | | | | | | |
| National Government: | | 37 | 51 | 61 | | | | | | |
| | | 975 | 236 | 718 | 81 703 | 81 703 | 81 703 | 93 631 | 99 438 | 102 069 |
| Local Government Equitable Share | | 36 | 49 | 60 | | | | | | |
| | | 568 | 268 | 017 | 79 413 | 79 413 | 79 413 | 90 331 | 97 038 | 99 369 |
| Municipal Systems Improvement | | 801 | 953 | 710 | 790 | 790 | 790 | 800 | 900 | 950 |
| Finance Management | | 606 | 015 | 991 | 1 500 | 1 500 | 1 500 | 1 500 | 1 500 | 1 750 |
| EPWP Incentive | | - | - | - | - | - | - | 1 000 | | |
| Other transfers/grants [insert description] | | | | | | | | | | |
| Provincial Government: | | - | - | - | - | - | - | - | - | - |
| Other transfers/grants [insert description] | | | | | | | | | | |
| District Municipality: | | 3 | | | | | | | | |
| Electricity | | 060 | - | - | 2 000 | 3 000 | 3 000 | 3 000 | 3 500 | 4 000 |
| Water Distribution | | 3 | | | | | | | | |
| | | 060 | - | - | 2 000 | 3 000 | 3 000 | 3 000 | 3 500 | 4 000 |
| Other grant providers: | | - | - | - | - | - | - | - | - | - |

March 2012

| | | | | | | | | | | |
|---|---|----------------|-----------|-----------|---------|---------|---------|---------|---------|---------|
| <i>[insert description]</i> | | | | | | | | | | |
| Total Operating Transfers and Grants | 5 | 41 035 | 51 236 | 61 718 | 83 703 | 84 703 | 84 703 | 96 631 | 102 938 | 106 069 |
| <u>Capital Transfers and Grants</u> | | | | | | | | | | |
| National Government: | | 19 358 | 25 057 | 20 406 | 28 477 | 28 477 | 28 477 | 33 904 | 36 100 | 39 485 |
| Municipal Infrastructure Grant (MIG) | | 11 176 | 18 728 | 13 235 | 25 477 | 25 477 | 25 477 | 30 904 | 32 600 | 34 485 |
| Integrated National Electrification Programme Finance Management | | 8 162 21 | 6 329 | 7 170 | 3 000 | 3 000 | 3 000 | 3 000 | 3 500 | 5 000 |
| Provincial Government: | | - | - | - | - | - | - | - | - | - |
| Other capital transfers/grants <i>[insert description]</i> | | | | | | | | | | |
| District Municipality: | | 1 397 | 5 010 | 7 507 | 730 | 730 | 730 | 1 000 | 1 000 | - |
| <i>Electricity</i> | | 1 397 | 5 010 | 7 507 | 730 | 730 | 730 | 1 000 | 1 000 | |
| Other grant providers: | | - | - | - | - | - | - | - | - | - |
| <i>[insert description]</i> | | | | | | | | | | |
| Total Capital Transfers and Grants | 5 | 20 755 | 30 067 | 27 913 | 29 207 | 29 207 | 29 207 | 34 904 | 37 100 | 39 485 |
| TOTAL RECEIPTS OF TRANSFERS & GRANTS | | 61 790 | 81 303 | 89 631 | 112 910 | 113 910 | 113 910 | 131 535 | 140 038 | 145 554 |

2.7 Allocation and grant made by the municipality

There is no grant made by the municipality.

2.8 The following table shows the Councillor and board member allowances and employers benefits.

LIM351 Blouberg - Supporting Table SA22 Summary councillor and staff benefits

| Summary of Employee and Councillor remuneration R thousand | Ref | 2008/9 | 2009/10 | 2010/11 | Current Year 2011/12 | | | 2012/13 Medium Term Revenue & Expenditure Framework | | |
|---|-----|-----------------|-----------------|-----------------|----------------------|-----------------|--------------------|---|------------------------|------------------------|
| | | Audited Outcome | Audited Outcome | Audited Outcome | Original Budget | Adjusted Budget | Full Year Forecast | Budget Year 2012/13 | Budget Year +1 2013/14 | Budget Year +2 2014/15 |
| - | 1 | A | B | C | D | E | F | G | H | I |
| <u>Councillors (Political Office Bearers plus Other)</u> | | | | | | | | | | |
| Basic Salaries and Wages | | 6 489 | 3 727 | 3 735 | 5 807 | 6 683 | 6 683 | 7 796 | 8 576 | 9 434 |
| Pension and UIF Contributions | | | 544 | 602 | 837 | 837 | 837 | 883 | 971 | 1 068 |
| Medical Aid Contributions | | | - | - | - | - | - | | | |
| Motor Vehicle Allowance | | | - | - | 3 017 | 3 017 | 3 017 | 1 471 | 1 618 | 1 780 |
| Cellphone Allowance | | | - | - | 507 | 507 | 507 | 123 | 136 | 149 |
| Housing Allowances | | | - | - | 876 | | | | | |
| Other benefits and allowances | | | 2 897 | 2 686 | | | | | | |
| Sub Total - Councillors | | 6 489 | 7 168 | 7 023 | 11 043 | 11 043 | 11 043 | 10 273 | 11 301 | 12 431 |
| % increase | 4 | | 10.5% | (2.0%) | 57.3% | - | - | (7.0%) | 10.0% | 10.0% |
| <u>Senior Managers of the Municipality</u> | 2 | | | | | | | | | |
| Basic Salaries and Wages | | 1 895 | 2 221 | 2 606 | 3 248 | 2 848 | 2 448 | 3 482 | 3 691 | 3 949 |
| Pension and UIF Contributions | | 454 | 420 | 561 | 596 | 536 | 476 | 682 | 723 | 774 |
| Medical Aid Contributions | | | | | | | | - | - | - |
| Overtime | | | | | | | | - | - | - |
| Performance Bonus | | | | | | | | - | - | - |
| Motor Vehicle Allowance | 3 | | | | 668 | 568 | 468 | 711 | 754 | 806 |
| Cellphone Allowance | 3 | | | | | | | - | - | - |
| Housing Allowances | 3 | | | | | | | - | - | - |

| | | | | | | | | | | |
|--|---|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| Other benefits and allowances | 3 | 881 | 736 | 1 110 | | | | - | - | - |
| Payments in lieu of leave | | | | | | | | - | - | - |
| Long service awards | | | | | | | | - | - | - |
| Post-retirement benefit obligations | 6 | | | | | | | - | - | - |
| Sub Total - Senior Managers of Municipality | | 3 231 | 3 378 | 4 277 | 4 511 | 3 951 | 3 391 | 4 875 | 5 168 | 5 529 |
| % increase | 4 | | 4.6% | 26.6% | 5.5% | (12.4%) | (14.2%) | 43.7% | 6.0% | 7.0% |
| Other Municipal Staff | | | | | | | | | | |
| Basic Salaries and Wages | | 18 029 | 19 649 | 23 022 | 26 012 | 22 594 | 25 442 | 31 343 | 32 191 | 34 365 |
| Pension and UIF Contributions | | 3 000 | 4 000 | 5 000 | 5 412 | 4 671 | 5 206 | 8 432 | 9 402 | 10 364 |
| Medical Aid Contributions | | 1 313 | 1 336 | 1 627 | 1 145 | 1 235 | 1 235 | 1 582 | 1 844 | 2 028 |
| Overtime | | 1 311 | 1 003 | 783 | 505 | 803 | 803 | 751 | 768 | 843 |
| Performance Bonus | | | | | | | | | | |
| Motor Vehicle Allowance | 3 | 2 463 | 3 596 | 6 246 | 6 909 | 5 804 | 6 372 | 6 523 | 7 005 | 7 594 |
| Cellphone Allowance | 3 | | | | 1 327 | 1 151 | 1 151 | 991 | 1 101 | 1 207 |
| Housing Allowances | 3 | | | | | | | | | |
| Other benefits and allowances | 3 | 5 041 | 3 299 | 2 651 | 3 788 | 3 658 | 3 658 | 4 391 | 5 431 | 5 959 |
| Payments in lieu of leave | | | | | | | | | | |
| Long service awards | | | | | | | | | | |
| Post-retirement benefit obligations | 6 | | | | | | | | | |
| Sub Total - Other Municipal Staff | | 31 157 | 32 883 | 39 329 | 45 100 | 39 915 | 43 867 | 54 011 | 57 741 | 62 360 |
| % increase | 4 | | 5.5% | 19.6% | 14.7% | (11.5%) | 9.9% | 23.1% | 6.9% | 8.0% |
| Total Parent Municipality | | 40 877 | 43 430 | 50 629 | 60 655 | 54 910 | 58 301 | 69 160 | 74 209 | 80 320 |
| TOTAL SALARY, ALLOWANCES & BENEFITS | | | | | | | | | | |
| | | | 6.2% | 16.6% | 19.8% | (9.5%) | 6.2% | 18.6% | 7.3% | 8.2% |
| | | 40 877 | 43 430 | 50 629 | 60 655 | 54 910 | 58 301 | 69 160 | 74 209 | 80 320 |
| % increase | 4 | | 6.2% | 16.6% | 19.8% | (9.5%) | 6.2% | 18.6% | 7.3% | 8.2% |
| TOTAL MANAGERS AND STAFF | 5 | 34 388 | 36 261 | 43 606 | 49 611 | 43 867 | 47 258 | 58 887 | 62 908 | 67 890 |

LIM351 Blouberg - Supporting Table SA23 Salaries, allowances & benefits (political office bearers/councillors/senior managers)

| Disclosure of Salaries, Allowances & Benefits 1. | Ref | No. | Salary | Contributions | Allowances | Performance Bonuses | In-kind benefits | Total Package |
|--|-----|-----|------------|---------------|------------|---------------------|------------------|---------------|
| Rand per annum | | | | 1. | | | | 2. |
| <u>Councillors</u> | 3 | | | | | | | |
| Speaker | 4 | 1 | 518 364 | | 19 782 | | | 538 146 |
| Chief Whip | | 1 | 485 970 | | 19 782 | | | 505 752 |
| Executive Mayor | | 1 | 647 940 | | 19 782 | | | 667 722 |
| Deputy Executive Mayor | | – | | | – | | | – |
| Executive Committee | | 7 | 2 255 012 | | 140 590 | | | 2 395 602 |
| Total for all other councillors | | 30 | 5 796 288 | | 370 050 | | | 6 166 338 |
| Total Councillors | 8 | 40 | 9 703 574 | – | 569 986 | | | 10 273 560 |
| <u>Senior Managers of the Municipality</u> | 5 | | | | | | | |
| Municipal Manager (MM) | | | 682 537 | 132 193 | 142 519 | | | 957 249 |
| Chief Finance Officer | | | 608 920 | 117 132 | 121 760 | | | 847 812 |
| Director Corporate | | | 547 635 | 105 676 | 111 693 | | | 765 004 |
| Director Technical | | | 547 635 | 105 676 | 111 693 | | | 765 004 |
| Director Community | | | 547 635 | 105 676 | 111 693 | | | 765 004 |
| Director LED | | | 547 635 | 105 676 | 111 693 | | | 765 004 |
| <i>List of each official with packages >= senior manager</i> | | | | | | | | |
| | | | | | | | | – |
| Total Senior Managers of the Municipality | 8 | – | 3 481 997 | 672 029 | 711 051 | – | | 4 865 077 |
| | | | | | | | | |
| TOTAL COST OF COUNCILLOR, DIRECTOR and EXECUTIVE REMUNERATION | | 40 | 13 185 571 | 672 029 | 1 281 037 | – | | 15 138 637 |

2.9 The following table shows the monthly targets for revenue and expenditure and cash flow.

March 2012

LIM351 Blouberg - Supporting Table SA25 Budgeted monthly revenue and expenditure

| Description | Ref | Budget Year 2012/13 | | | | | | | | | | | | Med |
|--|-----|---------------------|--------------|--------------|--------------|--------------|---------------|--------------|--------------|---------------|--------------|--------------|--------------|---------------|
| | | July | August | Sept. | October | November | December | January | February | March | April | May | June | Budge 2012 |
| R thousand | | | | | | | | | | | | | | |
| Revenue By Source | - | | | | | | | | | | | | | |
| Property rates | | 383 | 6,883 | 383 | 383 | 383 | 383 | 383 | 383 | 383 | 383 | 383 | 383 | 1 |
| Property rates - penalties & collection charges | | | | | | | | | | | | | - | |
| Service charges - electricity revenue | | 1,150 | 950 | 905 | 906 | 950 | 1,500 | 750 | 700 | 900 | 950 | 1,100 | 1,008 | 1 |
| Service charges - water revenue | | 36 | 37 | 35 | 37 | 39 | 42 | 39 | 37 | 39 | 37 | 38 | 37 | |
| Service charges - sanitation revenue | | 36 | 36 | 36 | 36 | 36 | 36 | 36 | 36 | 36 | 36 | 36 | 15 | |
| Service charges - refuse revenue | | 20 | 20 | 20 | 20 | 20 | 20 | 20 | 20 | 20 | 20 | 20 | 20 | |
| Service charges - other | | | | | | | | | | | | | - | |
| Rental of facilities and equipment | | 14 | 14 | 14 | 14 | 14 | 14 | 14 | 14 | 14 | 14 | 14 | 14 | |
| Interest earned - external investments | | - | - | 150 | - | 200 | - | - | 150 | - | - | - | - | |
| Interest earned - outstanding debtors | | 32 | 32 | 32 | 32 | 32 | 32 | 32 | 32 | 32 | 32 | 32 | 32 | |
| Dividends received | | | | | | | | | | | | | - | |
| Fines | | 40 | 40 | 50 | 50 | 40 | 55 | 45 | 40 | 40 | 50 | 40 | 50 | |
| Licences and permits | | 400 | 300 | 400 | 380 | 300 | 429 | 200 | 300 | 250 | 340 | 300 | 250 | |
| Agency services | | | | | | | | | | | | | - | |
| Transfers recognised - operational | | 33,300 | 1,000 | | | | 33,750 | | | 28,581 | | | - | 9 |
| Other revenue | | 252 | 252 | 232 | 252 | 252 | 312 | 242 | 252 | 237 | 252 | 252 | 238 | |
| Gains on disposal of PPE | | | | | 1,500 | | | | | | | | - | |
| Total Revenue (excluding capital transfers and contributions) | | 35,664 | 9,565 | 2,258 | 3,610 | 2,267 | 36,574 | 1,762 | 1,965 | 30,533 | 2,115 | 2,216 | 2,048 | 13 |

March 2012

| | | | | | | | | | | | | | | |
|--|----------|---------------|--------------|----------------|----------------|----------------|---------------|----------------|----------------|---------------|----------------|----------------|----------------|-----------|
| Expenditure By Type | - | | | | | | | | | | | | | |
| Employee related costs | | 4,958,100 | 4,868,122 | 4,868,166 | 4,968,166 | 4,768,166 | 4,968,166 | 4,868,166 | 4,859,100 | 4,868,166 | 4,968,166 | 4,968,166 | 4,956 | 5 |
| Remuneration of councillors | | 856 | 856 | 856 | 856 | 856 | 856 | 856 | 856 | 856 | 856 | 856 | 856 | 1 |
| Debt impairment | | | | | | | | | | | | | - | |
| Depreciation & asset impairment | | - | - | - | - | - | - | - | - | - | - | - | 636 | |
| Finance charges | | | | | | | | | | | | | - | |
| Bulk purchases | | 1,050,000 | 1,000,000 | 800,000 | 2,800,000 | 700,000 | 900,000 | 850,000 | 950,000 | 700,000 | 800,000 | 1,050,000 | 1,400 | 1 |
| Other materials | | 657 | 400 | 457 | 357 | 256 | 457 | 457 | 457 | 401 | 457 | 557 | 570 | |
| Contracted services | | 141 | 141 | 141 | 141 | 141 | 141 | 141 | 141 | 141 | 141 | 141 | 141 | |
| Transfers and grants | | | | | | | | | | | | | - | |
| Other expenditure | | 3,799 | 2,663 | 2,597 | 2,888 | 2,749 | 3,597 | 2,379 | 2,597 | 3,157 | 2,898 | 2,197 | 3,047 | 3 |
| Loss on disposal of PPE | | | | | | | | | | | | | - | |
| Total Expenditure | | 11,461 | 9,929 | 9,719 | 12,010 | 9,471 | 10,919 | 9,551 | 9,860 | 10,123 | 10,120 | 9,769 | 11,606 | 12 |
| Surplus/(Deficit) | | 24,203 | (364) | (7,461) | (8,400) | (7,204) | 25,655 | (7,789) | (7,895) | 20,409 | (8,005) | (7,553) | (9,559) | |
| Transfers recognised - capital | | 11,253 | 1,000 | 2,000 | | 11,111 | - | - | 9,540 | - | - | - | - | 3 |
| Contributions recognised - capital | | | | | | | | | | | | | - | |
| Contributed assets | | | | | | | | | | | | | - | |
| Surplus/(Deficit) after capital transfers & contributions | | 35,456 | 636 | (5,461) | (8,400) | 3,907 | 25,655 | (7,789) | 1,645 | 20,409 | (8,005) | (7,553) | (9,559) | 4 |
| Taxation | | | | | | | | | | | | | - | |
| Attributable to minorities | | | | | | | | | | | | | - | |
| Share of surplus/ (deficit) of associate | | | | | | | | | | | | | - | |
| Surplus/(Deficit) | 1 | 35,456 | 636 | (5,461) | (8,400) | 3,907 | 25,655 | (7,789) | 1,645 | 20,409 | (8,005) | (7,553) | (9,559) | 4 |

References

2.10 The following table shows the service delivery budget implementation plan internal department.

LIM351 Blouberg - Supporting Table SA26 Budgeted monthly revenue and expenditure (municipal vote)

| Description | Ref | Budget Year 2012/13 | | | | | | | | | | | | Medium |
|---|-----|---------------------|---------------|--------------|--------------|---------------|---------------|--------------|---------------|---------------|--------------|--------------|--------------|---------------------|
| | | July | August | Sept. | October | November | December | January | February | March | April | May | June | Budget Year 2012/13 |
| R thousand | | | | | | | | | | | | | | |
| Revenue by Vote | - | | | | | | | | | | | | | |
| Vote 1 - Mayor and council | | | | | | | | | | | | | - | - |
| Vote 2 - Budget and Treasury | | 32,183 | 6,894 | 543 | 523 | 513 | 33,300 | 478 | 503 | 27,916 | 483 | 498 | 595 | 104,43 |
| Vote 3 - Corporate services | | 54 | 54 | 54 | 1,554 | 54 | 54 | 54 | 54 | 54 | 54 | 54 | 53 | 2,14 |
| Vote 4 - Community Services | | - | - | - | - | - | 1,000 | - | - | - | - | - | - | 1,00 |
| Vote 5 - Refuse And Parks | | | | | | | | | | | | | 368 | 368 |
| Vote 6 - Traffic Services | | 440 | 340 | 450 | 430 | 340 | 484 | 245 | 340 | 290 | 390 | 340 | 260 | 4,34 |
| Vote 7 - Electricity | | 1,170 | 2,965 | 1,420 | 1,421 | 965 | 2,025 | 774 | 735 | 930 | 982 | 1,132 | 1,310 | 15,82 |
| Vote 8 - Water And Sanitation | | 1,573 | 73 | 73 | 73 | 73 | 823 | 73 | 73 | 823 | 73 | 73 | 73 | 3,87 |
| Vote 9 - Roads | | 11,253 | - | - | - | 10,111 | - | - | 9,540 | - | - | - | - | 30,90 |
| Vote 10 - Economic Development And Planning | | 948 | 142 | 136 | 145 | 155 | 180 | 128 | 148 | 130 | 128 | 148 | 191 | 2,58 |
| Total Revenue by Vote | | 47,621 | 10,468 | 2,676 | 4,145 | 12,211 | 37,866 | 1,752 | 11,393 | 30,143 | 2,110 | 2,245 | 2,851 | 165,48 |
| Expenditure by Vote to be appropriated | - | | | | | | | | | | | | | |
| Vote 1 - Mayor and council | | 2,897 | 1,869 | 2,869 | 1,741 | 1,732 | 3,106 | 1,745 | 1,788 | 1,899 | 1,832 | 1,746 | 2,422 | 25,64 |
| Vote 2 - Budget and Treasury | | 1,646 | 1,193 | 1,392 | 1,492 | 1,108 | 1,320 | 1,539 | 1,539 | 1,139 | 1,239 | 1,839 | 1,274 | 16,71 |
| Vote 3 - Corporate services | | 2,441 | 2,374 | 1,974 | 2,441 | 2,164 | 2,174 | 2,134 | 2,432 | 2,074 | 1,975 | 1,518 | 1,270 | 24,96 |
| Vote 4 - Community Services | | 915 | 899 | 877 | 900 | 912 | 1,002 | 911 | 913 | 915 | 1,135 | 805 | 833 | 11,01 |

| | | | | | | | | | | | | | | |
|---|----------|---------------|--------------|----------------|----------------|--------------|---------------|----------------|---------------|---------------|----------------|----------------|----------------|----------------|
| Vote 5 - Refuse And Parks | | 19 | 20 | 19 | 20 | 23 | 23 | 20 | 19 | 18 | 19 | 20 | 19 | 23 |
| Vote 6 - Traffic Services | | 489 | 483 | 490 | 489 | 489 | 502 | 499 | 489 | 490 | 496 | 466 | 1,822 | 7,203 |
| Vote 7 - Electricity | | 1,547 | 1,570 | 1,527 | 1,447 | 1,647 | 1,447 | 1,535 | 1,647 | 1,437 | 1,567 | 1,548 | 2,217 | 19,130 |
| Vote 8 - Water And Sanitation | | 250 | 250 | 250 | 250 | 250 | 250 | 250 | 250 | 250 | 250 | 250 | 250 | 3,000 |
| Vote 9 - Roads | | 589 | 577 | 676 | 558 | 561 | 580 | 573 | 567 | 574 | 577 | 563 | 574 | 6,970 |
| Vote 10 - Economic Development And Planning | | 768 | 642 | 733 | 678 | 765 | 899 | 788 | 877 | 898 | 878 | 778 | 942 | 9,640 |
| Total Expenditure by Vote | | 11,561 | 9,875 | 10,806 | 10,014 | 9,651 | 11,304 | 9,993 | 10,520 | 9,693 | 9,967 | 9,532 | 11,623 | 124,540 |
| Surplus/(Deficit) before assoc. | | 36,060 | 592 | (8,130) | (5,869) | 2,560 | 26,562 | (8,241) | 873 | 20,450 | (7,857) | (7,287) | (8,773) | 40,940 |
| Taxation | | | | | | | | | | | | | - | - |
| Attributable to minorities | | | | | | | | | | | | | - | - |
| Share of surplus/ (deficit) of associate | | | | | | | | | | | | | - | - |
| Surplus/(Deficit) | 1 | 36,060 | 592 | (8,130) | (5,869) | 2,560 | 26,562 | (8,241) | 873 | 20,450 | (7,857) | (7,287) | (8,773) | 40,940 |

2.11 Contract having future budgetary implication

Blouberg Local Municipality does not have Contract having future budgetary implication.

2.12 Capital expenditure details

The following table present details of the capital expenditure programme.

| CAPITAL: PROJECTS | 2012/2013 FY | WARD |
|--|-------------------|-------------|
| ELECTRIFICATION : WITTEN EXTENTIONS PHASE2 | 4,000,000 | 19 |
| SENWABARWARNA TRAFFIC STATION : PHASE 2 | 7,400,000 | 19 |
| INDERMARK CEMETERY | 1,000,000 | 12 |
| SENWABARWANA INTERNAL STREETS PHASE 1 | 7,000,000 | 19 |
| RAWESHI MULTI- PURPOSE CENTRE | 6,000,000 | 1 |
| GA-HLAKE CRECHE | 2,000,000 | 2 |
| BURGERREGHT CRECHE | 2,000,000 | 13 |
| ELDORADO SPORTS COMPLEX PHASE 3 | 4,500,000 | 16 |
| DRIEKOPIES CRECHE | 2,000,000 | 4 |
| HANANA-INSTALLATION OF SOLAR | 1,200,000 | 9 |
| OTHER ASSETS | 3,850,000 | Office tool |
| Total | 40,950,000 | |

2.13 Legislation compliance status

Every municipality is required by Acts to develop and adopt its Budget through the legal framework provided. In order to comply with the MFMA implementation requirement have been adhered to through the following activities:

- In year reporting
Reporting to National Treasury in electronic format was fully complied with on a monthly basis. Section 71 reporting to the Executive Mayor (within 10 working days) has done and includes monthly published financial performance on the Blouberg's website has progressively improved.
- Internship programme

The Blouberg is participating in the Municipal Financial Management Internship programme since 2005 and has employed five interns undergoing training in various divisions of the Financial Services Department. From 2005 interns three are permanently appointed as managers, three as accountant and six as clerks.

- Budget and Treasury Office
The Budget and Treasury Office has been established in accordance with the MFMA.
- Audit Committee
An Audit Committee has been established and is fully functional.
 - Service Delivery and Implementation Plan
The detail SDBIP document is at a draft stage and will be finalised after approval of the 2012/13 MTREF in May 2010 directly aligned.
 - Annual Report
Annual report is compiled in terms of the MFMA and National Treasury requirements.
 - Policies
An amendment of the municipal policies has done .

2.14 Other supporting documents

IDP: attached as Annexure A

Budget related policy: attached as Annexure B

LIM351 Blouberg - Supporting Table SA1 Supporting detail to 'Budgeted Financial Performance'

| Description | Ref | 2008/9 | 2009/10 | 2010/11 | Current Year 2011/12 | | | |
|--|-----|-----------------|-----------------|-----------------|----------------------|-----------------|--------------------|-------------------|
| | | Audited Outcome | Audited Outcome | Audited Outcome | Original Budget | Adjusted Budget | Full Year Forecast | Pre-audit outcome |
| R thousand | | | | | | | | |
| REVENUE ITEMS: | | | | | | | | |
| <u>Property rates</u> | 6 | | | | | | | |
| Total Property Rates | | 5 370 | 7 591 | 6 753 | 10 272 | 8 572 | 8 572 | 7 672 |
| <i>less Revenue Foregone</i> | | | | | | | | |
| Net Property Rates | | 5 370 | 7 591 | 6 753 | 10 272 | 8 572 | 8 572 | 7 672 |
| <u>Service charges - electricity revenue</u> | 6 | | | | | | | |
| Total Service charges - electricity revenue | | 3 345 | 6 876 | 8 212 | 8 355 | 11 209 | 11 209 | 4 449 |
| <i>less Revenue Foregone</i> | | | | | | | | |
| Net Service charges - electricity revenue | | 3 345 | 6 876 | 8 212 | 8 355 | 11 209 | 11 209 | 4 449 |
| <u>Service charges - water revenue</u> | 6 | | | | | | | |
| Total Service charges - water revenue | | | | | 864 | 864 | 864 | 374 |
| <i>less Revenue Foregone</i> | | | | | | | | |
| Net Service charges - water revenue | | - | - | - | 864 | 864 | 864 | 374 |
| <u>Service charges - sanitation revenue</u> | | | | | | | | |
| Total Service charges - sanitation revenue | | | | | 439 | 439 | 439 | 286 |
| <i>less Revenue Foregone</i> | | | | | | | | |
| Net Service charges - sanitation revenue | | - | - | - | 439 | 439 | 439 | 286 |
| <u>Service charges - refuse revenue</u> | 6 | | | | | | | |
| Total refuse removal revenue | | 224 | 213 | 224 | 318 | 318 | 318 | 170 |
| Total landfill revenue | | | | | | | | |

| | | | | | | | | |
|---|---|--------|--------|--------|--------|--------|--------|--------|
| <i>less Revenue Foregone</i> | | | | | | | | |
| Net Service charges - refuse revenue | | 224 | 213 | 224 | 318 | 318 | 318 | 170 |
| <u>Other Revenue by source</u> | | | | | | | | |
| <i>other Revenue</i> | | 3 328 | 11 335 | 400 | 100 | | | 421 |
| <i>Hawkers fees</i> | | | | | 82 | 82 | 82 | 1 |
| Billboard and street traders | | | | 508 | 50 | 50 | 50 | 5 |
| Building plans | | | | 90 | 250 | 150 | 150 | 53 |
| cattle pound and burial fees | | | | 92 | 122 | 80 | 80 | 26 |
| Reconnection fees | | | | 113 | 25 | 41 | 41 | 24 |
| Database Registration,tender document | | | | 79 | 60 | 68 | 68 | 32 |
| Development fund | | | | – | – | 300 | 300 | |
| Lg seta Refund | | | | 27 | 100 | 1 000 | 1 000 | |
| Logbook and carports and photo copies | | | | 48 | 56 | 57 | 57 | 33 |
| sale of sites | | | | 2 783 | 7 000 | 4 500 | 4 500 | 1 700 |
| Other Revenue by source | 3 | | | 135 | 1 965 | 82 | 82 | 510 |
| Total 'Other' Revenue | 1 | 3 328 | 11 335 | 4 276 | 9 810 | 6 410 | 6 410 | 2 804 |
| EXPENDITURE ITEMS: | | | | | | | | |
| <u>Employee related costs</u> | | | | | | | | |
| Basic Salaries and Wages | 2 | 18 029 | 19 649 | 23 022 | 31 265 | 25 472 | 25 472 | 11 730 |
| Pension and UIF Contributions | | 4 313 | 5 336 | 6 627 | 7 153 | 5 478 | 5 478 | 2 825 |
| Medical Aid Contributions | | | | | 10 279 | 1 235 | 1 235 | 612 |
| Overtime | | 1 311 | 1 003 | 783 | 409 | 803 | 803 | 428 |
| Performance Bonus | | | | | – | | | |
| Motor Vehicle Allowance | | 6 082 | 4 685 | 6 246 | 505 | 6 372 | 6 372 | 2 996 |
| Cellphone Allowance | | 736 | | | – | 1 051 | 1 051 | 47 |
| Housing Allowances | | 1 422 | 2 210 | 1 093 | | | | |
| Other benefits and allowances | | | | 1 558 | – | 3 390 | 3 390 | 1 500 |
| Payments in lieu of leave | | | | | | | | |
| Long service awards | | | | | | | | |
| Post-retirement benefit obligations | 4 | | | | | | | |
| <i>sub-total</i> | 5 | 31 893 | 32 883 | 39 329 | 49 611 | 43 801 | 43 801 | 20 138 |
| <u>Less: Employees costs capitalised to PPE</u> | | | | | | | | |
| Total Employee related costs | 1 | 31 893 | 32 883 | 39 329 | 49 611 | 43 801 | 43 801 | 20 138 |
| <u>Contributions recognised - capital</u> | | | | | | | | |
| <i>List contributions by contract</i> | | | | | | | | |

| | |
|---|------------------|
| | |
| Total Contributions recognised - capital | |
| <u>Depreciation & asset impairment</u> | |
| Depreciation of Property, Plant & Equipment | |
| Lease amortisation | |
| Capital asset impairment | |
| Depreciation resulting from revaluation of PPE | |
| Total Depreciation & asset impairment | |
| <u>Bulk purchases</u> | |
| Electricity Bulk Purchases | |
| Water Bulk Purchases | |
| Total bulk purchases | |
| <u>Transfers and grants</u> | |
| Cash transfers and grants | |
| Non-cash transfers and grants | |
| Total transfers and grants | |
| <u>Contracted services</u> | |
| <i>Security</i> | |
| | <i>sub-total</i> |
| Allocations to organs of state: | |
| Electricity | |
| Water | |
| Sanitation | |
| Other | |
| Total contracted services | |
| <u>Other Expenditure By Type</u> | |
| Collection costs | |
| Contributions to 'other' provisions | |
| Consultant fees | |
| Audit fees | |
| General expenses | |
| <i>List Other Expenditure by Type</i> | |

| | | | | | | | |
|----|--------|--------|-------|-------|--------|--------|-------|
| | | | | | | | |
| | - | - | - | - | - | - | - |
| | 6 511 | 7 665 | 9 302 | 600 | 600 | 600 | |
| 10 | | | | | | | |
| 1 | 6 511 | 7 665 | 9 302 | 600 | 600 | 600 | - |
| | 5 553 | 8 423 | 9 313 | 8 500 | 11 500 | 11 500 | 5 093 |
| 1 | 5 553 | 8 423 | 9 313 | 8 500 | 11 500 | 11 500 | 5 093 |
| | - | - | - | - | - | - | - |
| | - | - | - | - | - | - | - |
| 1 | - | - | - | - | - | - | - |
| | 547 | 1 051 | 1 165 | 1 600 | 1 600 | 1 600 | 700 |
| 1 | 547 | 1 051 | 1 165 | 1 600 | 1 600 | 1 600 | 700 |
| | | | | | | | |
| | 547 | 1 051 | 1 165 | 1 600 | 1 600 | 1 600 | 700 |
| - | | | | | | | |
| | | | | 414 | 414 | 414 | - |
| | 388 | | 1 011 | 400 | 400 | 400 | 175 |
| | 1 325 | 1 761 | 1 169 | 1 568 | 1 568 | 1 568 | 1 525 |
| 3 | 19 711 | 24 635 | | | | | |

| | | | | | | | | |
|--|----------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| <i>Support IT Prepaid electricity</i> | | | | | | 588 | 288 | 355 |
| <i>Conference and congresses</i> | | | | 781 | 846 | 994 | 994 | 703 |
| <i>Community participation</i> | | | | 320 | 371 | 171 | 171 | 124 |
| <i>Free basic service electricity</i> | | | | 461 | 550 | 550 | 550 | 302 |
| <i>Finance management grant expenses</i> | | | | 433 | 1 000 | 1 000 | 1 000 | 302 |
| <i>Idp cocts & pms</i> | | | | 412 | 640 | 640 | 640 | 412 |
| <i>Fuel and oil</i> | | | | 1 894 | 2 200 | 2 600 | 2 600 | 2 235 |
| <i>Out of pocket expenses</i> | | | | | 2 583 | 2 583 | 2 583 | 2 551 |
| <i>System supprt cost</i> | | | | 196 | | 200 | 200 | |
| <i>Casual works</i> | | | | | 983 | 983 | 983 | 194 |
| <i>Valuation cost</i> | | | | 330 | 3 000 | 3 000 | 3 000 | 177 |
| <i>Sports development</i> | | | | 387 | 371 | 371 | 371 | 385 |
| <i>Substances and travelling allowances</i> | | | | 2 710 | 2 276 | 2 899 | 2 899 | 2 784 |
| <i>Substances and travelling councillors</i> | | | | 424 | 350 | 350 | 350 | 351 |
| <i>Support for ward committes</i> | | | | 506 | 800 | 800 | 800 | 763 |
| Training | | | | 338 | 200 | 190 | 190 | 171 |
| Telephone | | | | 618 | 680 | 700 | 700 | 564 |
| Perfomance bonus | | | | | | | | |
| Unbandling | | | | | | | | |
| Other expenditure | | | | 7 476 | 10 620 | 7 965 | 7 965 | 7 564 |
| Total 'Other' Expenditure | 1 | 21 424 | 26 396 | 19 468 | 29 852 | 28 965 | 28 665 | 21 637 |

| | | | | | | | | |
|--|----------|--------------|------------|--------------|--------------|--------------|--------------|--------------|
| Repairs and Maintenance by Expenditure Item | 8 | | | | | | | |
| Employee related costs | | | | | | | | |
| Other materials | | | | | | | | |
| Contracted Services | | | | | | | | |
| Other Expenditure | | 2 793 | 646 | 1 262 | 5 587 | 5 677 | 5 677 | 2 751 |
| Total Repairs and Maintenance Expenditure | 9 | 2 793 | 646 | 1 262 | 5 587 | 5 677 | 5 677 | 2 751 |

LIM351 Blouberg - Supporting Table SA2 Matrix Financial Performance Budget (revenue source/expenditure type and dept.)

| Description | Ref | Vote 1 - Mayor and council | Vote 2 - Budget and Treasury | Vote 3 - Corporate services | Vote 4 - Community Services | Vote 5 - Refuse And Parks | Vote 6 - Traffic Services | Vote 7 - Electricity | Vote 8 - Water And Sanitation | Vote 9 - Roads | Vote 10 - Economic Development And Planning | Vote 11 - [NAME OF VOTE 11] | Vote 12 - [NAME OF VOTE 12] | Vote 13 - [NAME OF VOTE 13] |
|--|-----|----------------------------------|---------------------------------------|-----------------------------------|-----------------------------------|------------------------------------|---------------------------------|-------------------------|-------------------------------------|-------------------|---|-----------------------------------|-----------------------------------|-----------------------------------|
| R thousand | 1 | | | | | | | | | | | | | |
| Revenue By Source | | | | | | | | | | | | | | |
| Property rates | | | 11 | | | | | | | | | | | |
| Property rates - penalties & collection charges | | | 100 | | | | | | | | | | | |
| Service charges - electricity revenue | | | | | | | | 11 | | | | | | |
| Service charges - water revenue | | | | | | | | 769 | | | | | | |
| Service charges - sanitation revenue | | | | | | | | | 457 | | | | | |
| | | | | | | | | | 410 | | | | | |
| Service charges - refuse revenue | | | | | | 238 | | | | | | | | |
| Service charges - other | | | | | | | | | | | | | | |
| Rental of facilities and equipment | | | 168 | | | | | | | | | | | |
| Interest earned - external investments | | | 500 | | | | | | | | | | | |
| Interest earned - outstanding debtors | | | 389 | | | | | | | | | | | |
| Dividends received | | | | | | | | | | | | | | |
| Fines | | | | | | | 500 | 10 | | | | | | |
| Licences and permits | | | | | | | 849 | 3 | | | | | | |
| Agency services | | | | | | | | | | | | | | |
| Other revenue | | | 445 | 2 | | 130 | | 50 | 10 | | 1 780 | | | |
| | | | 91 | | 1 | | | | | | | | | |
| Transfers recognised - operational | | | 831 | | 000 | | | | 3 000 | | 800 | | | |
| Gains on disposal of PPE | | | | | | | | | | | | | | |
| Total Revenue (excluding capital transfers and contributions) | | - | 104 432 | 2 142 | 1 000 | 368 | 4 349 | 11 829 | 3 876 | - | 2 580 | - | - | - |
| Expenditure By Type | - | | | | | | | | | | | | | |
| Employee related costs | | 7 371 | 7 | 11 | 8 | | 6 | 4 | | 5 910 | 6 801 | | | |
| Remuneration of councillors | | 10 273 | | | | | | | | | | | | |
| Debt impairment | | | 434 | | | | | | | | | | | |
| Depreciation & asset impairment | | | 636 | | | | | | | | | | | |
| Finance charges | | | | | | | | | | | | | | |
| Bulk purchases | | | | | | | | 13 | | | | | | |
| | | | | | | | | 000 | | | | | | |
| Other materials | | | | 561 | 140 | 80 | 50 | 850 | 3 000 | 800 | | | | |
| Contracted services | | 1 696 | | | | | | | | | | | | |
| Transfers and grants | | | | | | | | | | | | | | |

| | | | | | | | | | | | | | | |
|--|--|----------|-------------------|-------------------|-------------------|-----|------------------|-------------------|-------|---------|---------|---|---|---|
| Other expenditure | | 6 304 | 892 ⁷ | 118 ¹³ | 354 ² | 156 | 280 | 986 | | 261 | 2 843 | | | |
| Loss on disposal of PPE | | | | | | | | | | | | | | |
| Total Expenditure | | 25 644 | 719 ¹⁶ | 969 ²⁴ | 017 ¹¹ | 236 | 203 ⁷ | 136 ¹⁹ | 3 000 | 6 971 | 9 645 | - | - | - |
| Surplus/(Deficit) | | (25 644) | 87 ⁷¹³ | (22 827) | (10 017) | 132 | (2 854) | (7 307) | 876 | (6 971) | (7 065) | - | - | - |
| Transfers recognised - capital | | | | | | | | 000 ⁴ | | 30 904 | | | | |
| Contributions recognised - capital | | | | | | | | | | | | | | |
| Contributed assets | | | | | | | | | | | | | | |
| Surplus/(Deficit) after capital transfers & contributions | | (25 644) | 87 ⁷¹³ | (22 827) | (10 017) | 132 | (2 854) | (3 307) | 876 | 23 933 | (7 065) | - | - | - |

2.15 Municipal manager 's quality certification.

QUALITY CERTIFICATE

I KGOALE T.M.P.....the Municipal Manager of Blouberg....., hereby
certify that

Final Annual Budget

For the year 2012/13 in accordance with the Municipal Finance Management Act 56 of 2003
and Regulations made under the Act.

Print Name.....Raganya M.C.....

Chief Financial Officer of Blouberg Municipality: Lim351

Signature.....[Signature].....

Date.....29/05/2012.....

Print Name.....KGOALE T.M.P.....

Municipal Manager of Blouberg Municipality: Lim351

Signature.....[Signature].....

Date.....29/05/2012.....